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City of Dover

New Hampshire

CITY OF DOVER, NEW HAMPSHIRE

Comprehensive Annual Financial Report

For the Year Ended June 30, 2005

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Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2005

Prepared by:

The Finance Department

Jeffrey H. Harrington
Finance Director

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City of Dover, New Hampshire
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2005

TABLE OF CONTENTS

	PAGE
INTRODUCTORY SECTION	
Introductory Letter	1
Organizational Chart	9
City of Dover Comprehensive Annual Financial Report	10
Certificate of Approval	21
FINANCIAL SECTION	
Independent Auditors' Report	13
Management's Discussion	15
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Assets	27
Statement of Activities	28
Fund Financial Statements:	
Governmental Fund	
Balance Sheet	30
Reconciliation of Total Governmental Fund Balances to the Assets of Governmental Activities in the Statement of Net Assets	31
Statement of Revenues, Expenditures, and Changes in Fund Balances	32
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	33

Prepared by:
The Finance Department

Jeffrey H. Harrington
Finance Director

**City of Dover, New Hampshire
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2005**

TABLE OF CONTENTS

	<u>PAGE</u>
<u>INTRODUCTORY SECTION:</u>	
Transmittal Letter	1
Organizational Chart	9
Directory of Officials	10
Certificate of Achievement	11
<u>FINANCIAL SECTION:</u>	
Independent Auditors' Report	13
Management's Discussion And Analysis	15
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Assets	27
Statement of Activities	28
Fund Financial Statements:	
Governmental Funds:	
Balance Sheet	30
Reconciliation of Total Governmental Fund Balances to Net Assets of Governmental Activities in the Statement of Net Assets	31
Statement of Revenues, Expenditures, and Changes in Fund Balances	32
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	33

Statement of Revenues and Other Financing Sources, and Expenditures and Other Financing Uses - Budget and Actual - General Fund	34
---	----

Proprietary Funds:

Statement of Net Assets	35
Statement of Revenues, Expenses, and Changes in Fund Net Assets	36
Statement of Cash Flows	37

Fiduciary Funds:

Statement of Fiduciary Net Assets	38
Statement of Changes in Fiduciary Net Assets	39

Notes to the Financial Statements	41
-----------------------------------	----

SUPPLEMENTARY STATEMENTS AND SCHEDULES:

Governmental Funds:

Combining Financial Statements:

Combining Balance Sheet - Nonmajor Governmental Funds	72
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	82

Detail and Combining Budget and Actual Statements:

Detail Schedule of Revenues and Other Financing Sources - Budget and Actual - General Fund	94
Detail Schedule of Expenditures and Other Financing Uses - Budget and Actual - General Fund	96
Combining Schedule of Revenues and Expenditures - Budget and Actual - Annually Budgeted Nonmajor Governmental Funds	98

Enterprise Funds:

Schedule of Revenues and Expenses - Budget and Actual - Enterprise Funds	107
--	-----

Internal Service Funds:

Combining Statement of Net Assets - Internal Service Funds	111
--	-----

Combining Statement of Revenues, Expenses and Changes in Net Assets - Internal Service Funds	112
---	-----

Combining Statement of Cash Flows - Internal Service Funds	113
---	-----

Schedule of Revenues and Expenses - Budget and Actual - Internal Service Funds	114
---	-----

Fiduciary Funds:

Combining Statement of Assets and Liabilities - Agency Funds	119
--	-----

Combining Statement of Changes in Assets and Liabilities - Agency Funds	120
--	-----

Combining Statement of Fiduciary Net Assets - Private Purpose Funds	121
--	-----

Combining Statement of Changes in Fiduciary Net Assets - Private Purpose Funds	122
---	-----

Capital Assets Used in Operation:

Schedule of Changes in Capital Assets by Source	124
---	-----

Schedule of Changes in Capital Assets by Function and Activity	125
---	-----

Schedule of Capital Assets by Function and Activity	126
---	-----

STATISTICAL SECTION:

Net Assets by Component - Last Ten Fiscal Years	130
---	-----

Changes in Net Assets - Last Ten Fiscal Years	131
---	-----

Fund Balances, Governmental Funds - Last Ten Fiscal Years	132
---	-----

Changes in Fund Balances, Governmental Funds - Last Ten Fiscal Years	133
---	-----

Changes in Fund Balances, General Fund - Last Ten Fiscal Years	134
---	-----

Expenditures and Other Financing Uses by Department and Budget Category, General Fund - Last Ten Fiscal Years	135
--	-----

Changes in Fund Balances, Special Revenue Funds - Last Ten Fiscal Years	136
--	-----

Changes in Fund Balances, Capital Project Funds - Last Ten Fiscal Years	137
--	-----

Combined Utility Fund Revenue, Expenses, and Changes in Fund Net Assets - Last Ten Fiscal Years	138
Arena Fund Revenue, Expenses, and Changes in Fund Net Assets	139
General Government Tax Revenues by Source - Last Ten Fiscal Years	140
Property Tax Levies and Collections - Last Ten Fiscal Years	141
Assessed and Estimated Full Value of Real Property - Last Ten Fiscal Years	142
Principal Taxpayers - Current Year and Nine Years Ago	143
Property Tax Rates per \$1,000 of Assessed Value - Direct and Overlapping Governments	144
Utility Fund Net Budget, Billable Volumes and Rates - Last Ten Fiscal Years	145
Dover's Share of Strafford County Tax Apportionment - Last Ten Fiscal Years	146
Ratios of Long Term Debt Outstanding and Legal Debt Limits - Last Ten Fiscal Years	147
Ratios of Outstanding Debt by Debt Type - Last Ten Fiscal Years	148
Computation of Overlapping Debt - Strafford County Long Term Debt - Last Ten Fiscal Years	149
Demographic Statistics - Last Ten Fiscal Years	150
Principal Employers - Current Year and Nine Years Ago	151
Operating Indicators by Function - Last Ten Fiscal Years	152
Capital Asset Statistics by Function - Last Ten Fiscal Years	153
City Government Employees by Function - Full Time Equivalents - Last Ten Fiscal Years	154
School Building Information - Last Ten Fiscal Years	155
School Department Operating Statistics - Last Ten Fiscal Years	156
School Educational and Service Information - Last Ten Fiscal Years	157

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City of Dover, New Hampshire OFFICE OF THE CITY MANAGER

October 4, 2009

To the Honorable Mayor and members of the City Council

City Charter Section 26-12, Independent Audit, requires an annual independent audit of all City accounts at the end of each fiscal year, including the opinion of the independent auditor. It is the City Manager's responsibility to present to the Council for the fiscal year ending June 30, 2010:

INTRODUCTORY SECTION

This report consists of the management's conclusions concerning the financial status of the City of Dover. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making the representations, management has established comprehensive internal control framework that is designed to both protect the government's assets from loss, theft, or misuse and to ensure sufficient reliable information for the preparation of the financial statements in conformity with generally accepted accounting principles. Because the cost of internal controls should not outweigh their benefits, the framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assure that, to the best of our knowledge and belief, this financial report is complete and reliable in all material aspects.

The City's financial statements have been audited by McGovern Hinch & Company, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements for fiscal year ending June 30, 2010, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based on their audit, that there was reasonable basis for rendering an unqualified opinion that the financial statements for the fiscal year ended June 30, 2010, are fairly presented in conformity with generally accepted accounting principles (GAAP). The independent auditor's report is presented as the first component of the financial section of this report.

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J. Michael Joyal, Jr.
City Manager

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City of Dover, New Hampshire OFFICE OF THE CITY MANAGER

October 4, 2005

To the Honorable Mayor and members of the City Council:

City Charter Section C6-12, Independent Audit, requires an annual independent audit of all City accounts at least annually. This report, including the opinion of the independent auditor, is published to fulfill that requirement for the fiscal year ending June 30, 2005.

This report consists of the management's representations concerning the finances of the City of Dover. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making the representations, management has established comprehensive internal control framework that is designed to both protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the financial statements in conformity with generally accepted accounting principles. Because the cost of internal controls should not outweigh their benefits, the framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material aspects.

The City's financial statements have been audited by Melanson Heath & Company, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements for fiscal year ending June 30, 2005, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based on their audit, that there was reasonable basis for rendering an unqualified opinion that the financial statements for the fiscal year ended June 30, 2005, are fairly presented in conformity with generally accepted accounting principles (GAAP). The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the City was part of a broader, federally mandated "Single Audit" designed to meet the special needs of the federal grantor agencies. The standards governing Single Audit engagements require the independent auditors to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in a separately issued Single Audit Report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

Profile of Government

Geography. Dover, New Hampshire is located ten miles from the Atlantic Ocean in southern New Hampshire and is 48 miles south of Portland, Maine and 68 miles north of Boston, Massachusetts. Situated at the confluence of the Cochecho, Salmon Falls and Bellamy Rivers, Dover is a major New Hampshire industrial, employment, and distribution center for the seacoast. Dover provides a gateway to both the Maine coast and the White Mountains of New Hampshire. The City of Dover occupies an area of 29 square miles and serves a population of 26,884, based on the 2000 Census.

The City of Dover, settled in 1623, is the oldest continuous settlement in New Hampshire and the seventh oldest in the United States. It was incorporated on June 29, 1855 and the City Charter in effect during fiscal year 2005 was adopted on March 9, 1977. A new charter was passed on November 8, 2005. Only minor changes were made versus the old charter. Dover operates under the council-manager form of government. Dover is the seat of Strafford County.

Services. The City of Dover provides a full range of services, including police and fire protection, the construction and maintenance of streets and other infrastructure, sanitation services such as solid waste disposal and recycling, water distribution, wastewater collection and treatment, recreational and cultural events and education from kindergarten through grade 12 with a regional vocational center and alternative high school opportunities.

Governing Boards. The nine member City Council is the legislative body elected in non-partisan elections every two years, with one representative from each of six wards, two elected at-large and a Mayor. The City Council is responsible, among other things, for passing ordinances, adopting the annual budget, adopting a six year capital program, adopting bond authorizations, appointing committees and boards, and hiring of the City Manager. The City of Dover is empowered by state statute to levy property taxes on real property located within its boundaries to fund operations.

The Dover School Department is a dependent school district. The City Council has bottom line appropriation authority for the School Department budget. The seven member Dover School Board is elected in non-partisan elections every two years and has authority to allocate and move appropriations within its budget.

Administration. Administrative functions are carried out by the City Manager. The City Manager is responsible for carrying out the policies and ordinances of the City Council, compliance with State and Federal laws, for overseeing the day-to-day operations of the government, for appointing the heads of the various departments, for negotiating with the various bargaining units of the City and making recommendations to the City Council on various issues.

Administrative functions of the dependent School district are carried out by the School Board. The Board is responsible for carrying out policies and procedures, compliance with State and Federal laws, overseeing the day to day operations of the dependent School district, negotiating with the various bargaining units, making appointments of school personnel, establishing curriculum and addressing various issues.

Fiscal Year and Budget. The City's fiscal year begins on July 1st of each year and ends the following June 30th. The City's budget process commences in the fall of each year with the Capital Improvements Program budget. All capital spending of \$10,000 or more for items with useful lives of 3 years or longer are included in this budget. Based on City Council financing policy, items are identified for bonding, annual operating budget or other type of financing.

Items identified for the annual operating budget are included in the next City Manager's recommended annual budget. Departments are responsible for submitting their annual budget request to the City Manager. After reviews with the departments, the City Manager makes any final adjustments to his recommended budget. The City Manager's recommended annual budget for the next fiscal year, which includes the School Board request, is due to the City Council by April 15th of each year.

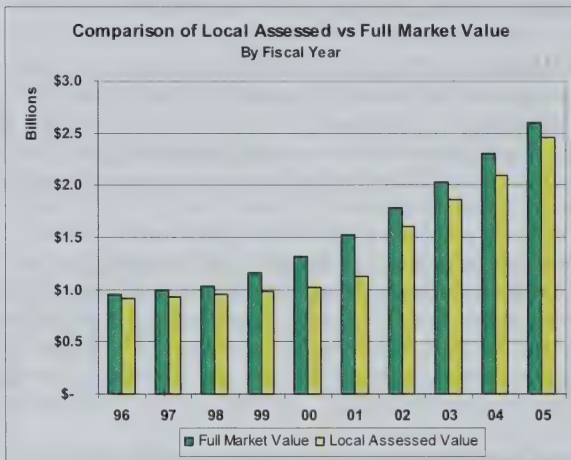
The City Council may add to, or cut from, the Manager's recommended annual budget by majority vote; however, the City Council must pass the budget by June 15th after separate public hearings for the City and School budgets and the budget becomes effective July 1. If the City Council does not adopt the budget by June 15th, the City Manager's recommended budget takes effect July 1.

After the original budget is adopted, the City Manager may make appropriation transfers within a non-school department or transfer between non-school departments with City Council approval. After initial adoption, the City Council may amend the budget by two-thirds vote.

Factors Affecting Financial Condition

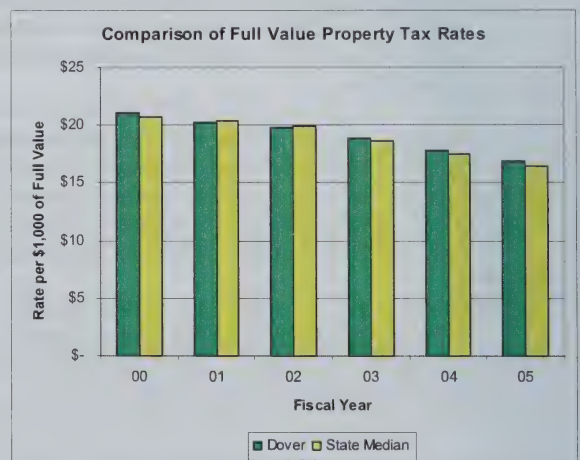
Local Economy. The local economic environment over the past year continued to be strong and although local indicators point to continued stability, some indicate a leveling off of activity. There may be an added effect on the local economy from the nation wide increases in fuel costs. Other economic development projects in the City bode well for continued growth.

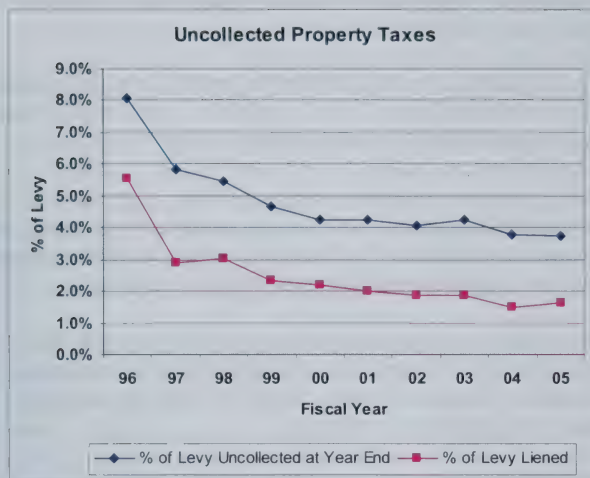
Full market value of properties, as determined by the NH Department of Revenue Administration, increased 12.9% during the fiscal year. Assessed value as a ratio of full market value was 94.6%.



The number of real estate transfers declined slightly from 1,194 in FY04 to 1,170 in FY05. This still represents a very strong market with transfers of 12.9% of taxable parcels for FY05. The ongoing double digit transfer rate continues to have an appreciative effect on market values. Full market value per capita increased from \$80,292 for FY04 to \$90,047 for FY05, up 12.1%.

The City's full value property tax rate remained stable in comparison to the NH State median. The median reflects the mid point of all rates in the State. Because Dover remains approximately at the median, this means that about half of the tax rates in the State are higher than Dover's and about half are lower. This is a good measure of tax burden as all municipal assessed values are brought to full market value and tax rates equalized.





The percentage of uncollected taxes for the current tax levy at the end of fiscal year dropped from 3.8% in FY04 to 3.7% in FY05. The dollar amount increased slightly from \$1.56 million to \$1.62 million. There were 249 parcels from the current tax levy with outstanding taxes that had a lien placed, down from 262 last year. The dollar amount of the liens increased slightly from 1.5% of the levy to 1.6%.

The annual average for unemployment for 2005 was 3.1%. This was a decrease slightly over 2004 of 3.5% and was well below both the State and U.S. averages of 3.8% and 5.5% respectively. This level is about on par with the levels from 1995 through 1997. This being said, there may be a certain number of persons that are no longer eligible for benefits and are no longer counted.

The number of motor vehicle permits increased only .5% from 30,622 to 30,775. This represents a 10-year increase of 2.1% annually and a 5 year annual increase of 2.0%. This indicates a slow down in the number of vehicles being registered. The number of building permits decreased from 772 in FY04 to 719 in FY05. Average permit value decreased from \$72,472 to \$63,814. Included in the overall decrease in FY05, the residential market had 67 housing starts in FY05, down from 119 in FY04, 122 in FY03 and 150 in FY02.

The previous 3 years saw large increase in the City's General Assistance expenditures. FY05 increased at 6.7% over the prior year. General Assistance payments increased from \$371,185 in FY04 to \$395,902 in FY05. The number of cases assisted increased 479 in FY04 to 487 in FY05.

The City continued to experience economic growth however during FY05. During FY05, a scholastic testing firm completed two buildings totaling 140,000 square feet. Full occupation is expected by the end of October 2005 with upward of 800 employees. Additionally, two office buildings near the Weeks Crossing in the north end of the City are now complete and available for tenants. One building is 40,000 square feet and the other is 12,000 square feet.

After being vacant for a couple of years, there are now 2 new tenants in the space previously occupied by a large retail company. One of these tenants is a national chain for linens and bath products. Also an equine hospital recently opened a facility

in Dover. There are only 17 facilities of this type in the United States. Clients are expected to come from the eastern US and Canada.

In Enterprise Park, there is a 30,000 square foot building currently under construction for a company relocating here from Exeter, NH. In addition, another firm has completed a 15,000 square foot expansion to their building.

Liberty Mutual has announced plans to construct a major addition to its Dover facilities. A 350,000 square foot building will be built on its campus employing 1,400 additional workers within Dover. Construction is scheduled to begin within the next fiscal year. There still remain several other building pads on their property.

The Dover Business and Industrial Development Authority (DBIDA) began the process of selling land at Enterprise Park to a company expanding out of their location at a downtown mill facility. They will be erecting a 20,000 square foot building that will be expandable to 30,000 square feet.

Financial Position. The City's General Fund ended Fiscal Year 2005 with an increase to its Undesignated Fund Balance of \$274,599 to \$3.9 million. The General Fund has been in the black since the deficits of the early 1990s. The General Fund undesignated fund balance at June 30, 2004 was 6.1% of the FY05 budget (6% is the minimum requirement of the City Financial Policies). The Water and Sewer Funds also increased their unrestricted net assets by \$288,091 and \$597,934 to \$1.6 million and \$3.7 million, respectively. The Arena Fund decreased its unrestricted net deficit by \$28,150 to \$1.68 million. The City continues efforts to balance the fund, including scheduled fee increases.

Unreserved Net Assets		
Fund	FY04	FY05
General	3,593,043	3,867,587
Water	1,302,883	1,590,974
Sewer	3,134,540	3,732,473
Arena	(1,706,681)	(1,678,631)
Total	6,323,785	7,512,403

The liquidity of the General, Water and Sewer Funds is good. This is based on the quick ratio which is a measure of current asset (excluding inventories) divided by current liabilities. A ratio of 1 is considered satisfactory. The General Fund had a ratio of 1.25 and the Water and Sewer Funds had quick ratios of 1.09 and 1.46, respectively, exclusive of assets and liabilities related to construction.

The amount of debt remains within the policy limits established by the City Council. At June 30, 2005 the percent of the City's debt policy used was 59.0%, the School was 60.4%. General Fund net debt per capita is at \$1,652, a reasonable amount for a municipality the size of Dover. The General Fund's net debt to equalized value is 1.8%, a decrease from FY01's 2.5%. General Fund's net debt service as a percent of budget is 8.8%, down for the third consecutive year, and is considered average; however, it is higher than the 8% required by policy. This is partially due to the high rate of debt pay down. Pay down of General Fund debt over the next 10 years is at 75.5%, considered aggressive by credit agencies.

The Water and Sewer funds also remained within the debt policy limit with 59.1% and 22.8% used respectively. Water and Sewer debt represents 39.6% and 21.7% of the capital assets. Net debt service to budget in the Water Fund is 31.3% and 21.5% within the Sewer Fund, within the 40% set by policy.

In August of 1999 the City received a bond rating upgrade from Moody's Investor Services to a Baa1. The City received a second upgrade to A3 in May 2001 and a third in June 2003 to A2. The City also received an upgrade to A2 from Moody's and a rating from Standard & Poor's of A+ in June 2003. Both ratings were sustained in June 2004. In June 2005 the City received dual rating upgrades to A1 from Moody's and AA- from Standard & Poor's.

Condition Summary. The local economy continues to be stable. The City continues to see growth in the business community expanding the job base and diversification. There is a well diversified business and job base also in the surrounding area. It is uncertain whether the nationwide increases in energy costs will have any long term impact to the local economy or growth. The financial position of the major funds of the City is considered healthy; however, reserves should be increased.

Long-term financial planning. The City Council will be determining the City's capital improvements program needs, which include the facility improvements of the School system in the amount of \$11.4 million, streets and sidewalk improvements of \$16.2 million, a new Police facility for \$6.75 million and the mitigation of the Tolend Road Landfill for \$13.2 million. The School and landfill mitigation projects are expected to receive state aid towards the debt service costs of the financing bonds.

In addition, the City is in the planning stages for development of a sizable City parcel of land along the Cochecho River. Responsibility for the development of the waterfront was turned over by the City Council to the Dover Housing Authority. It is anticipated that request for proposals will be sent to developers. Planned improvements along the waterfront are included within the Capital Improvements Program.

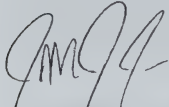
Acknowledgements

This report continues to refine the financial reporting of the City. It is the third year the City has produced a comprehensive annual financial report (CAFR). The City received the Certificate of Achievement for Excellence in Financial Reporting for the Fiscal Year 2004 CAFR. This recognizes the City's Finance Department's efforts for full disclosure of the financial information of the City. A CAFR is a much more detailed reporting of the City's finances, as well as providing historical information in the statistical section of this report.

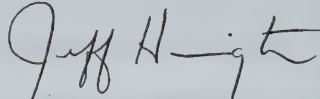
The Certificate of Achievement is valid for a period of one year only. The City believes that the current CAFR continues to meet the Certificate of Achievement Programs' requirement and it will be submitted to the Government Finance Officer's Association to determine its eligibility for another certificate.

The publication of the CAFR requires many staff hours to accomplish and would not have been possible without the dedication of the entire staff of the Finance Department. Credit must also be given to the Mayor and City Council for their continued support of the highest standards of professionalism in the management of the City's finances.

Respectfully submitted,

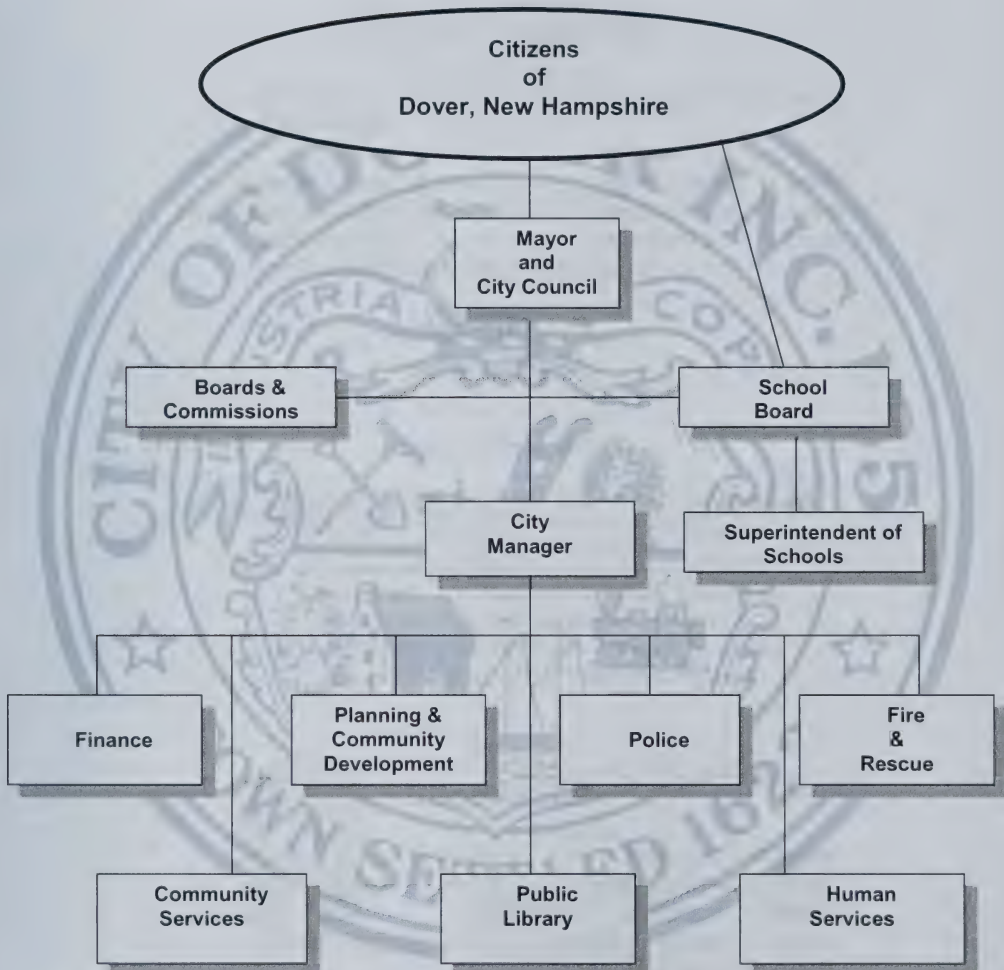
A handwritten signature in black ink, appearing to read "J. Michael Joyal, Jr." with a stylized, cursive script.

J. Michael Joyal, Jr.
City Manager

A handwritten signature in black ink, appearing to read "Jeff H. Harrington" with a stylized, cursive script.

Jeffrey H. Harrington
Finance Director

City of Dover Organizational Chart





City of Dover

New Hampshire

Fiscal Year 2005

(July 1, 2004 – June 30, 2005)

City Council Members

Mayor: Scott Myers

At Large: Jason Hindle
Mayor Pro-Tem

Ward 1: Robert Keays

Ward 2: Douglas Dede

Ward 3: Matt Mayberry

Ward 4: Dean Trefethen

Ward 5: Darlene Colwell-Ellis

Ward 6: Robert Lewis

At Large: Otis E. Perry

City Manager

J. Michael Joyal, Jr.

City Departments

Finance

Planning

Police

Fire and Rescue

Community Services

Public Library

Human Services

Jeffrey H. Harrington

Steven J. Stancel

William Fenniman, Jr.

Perry Plummer

Pierre Lavoie

Cathy Beaudoin

Janet A. Poulin

School Board

Ward 1: Kara Winton

Ward 2: Heather Orion-
Hindle

Ward 3: Carolyn J. Mebert

Ward 4: Dorothy Hooper

Ward 5: Audra Lurvey

Ward 6: Marjorie Fisher

At Large: Doris Grady

Superintendent of Schools

Dr. John E. O'Connor

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Dover,
New Hampshire

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2004

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Nancy L. Ziehl

President

Jeffrey R. Emer

Executive Director

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FINANCIAL SECTION



MELANSON HEATH & COMPANY, PC

CERTIFIED PUBLIC ACCOUNTANTS
MANAGEMENT ADVISORS

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Nashua, NH 03063
Tel (603) 882-1111 • Fax (603) 882-9456

INDEPENDENT AUDITORS' REPORT

To the Mayor and City Council
City of Dover, New Hampshire

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Dover, New Hampshire, as of and for the year ended June 30, 2005, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Dover's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Dover, as of June 30, 2005, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The management's discussion and analysis, appearing on the following pages, is not a required part of the basic financial statements but is required by the *Governmental Accounting Standards Board*. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods

of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was made for the purpose of forming opinions on the financial statements that collectively comprise the City of Dover, New Hampshire's basic financial statements. The introductory section, supplementary statements and schedules, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The supplementary statements

and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 4, 2005 on our consideration of the City of Dover's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Melanson, Heath + Company P.C.

Nashua, New Hampshire
October 4, 2005

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Dover, we offer readers this narrative overview and analysis of the financial activities of the City of Dover for the fiscal year ended June 30, 2005. We encourage readers to consider the information here in conjunction with additional information that we have furnished in our letter of transmittal.

A. FINANCIAL HIGHLIGHTS

- As of the close of the current fiscal year, the total of assets exceeded liabilities by \$104,669,090 (i.e., net assets), an increase of \$3,029,447 in comparison to the prior year, as restated.
- As of the close of the current fiscal year, total of assets of governmental activities exceeded liabilities by \$49,079,028 (i.e., net assets), an increase of \$2,725,918 in comparison to the prior year (prior year restated, please refer to the Notes to the Financial Statements for additional information).
- As of the close of the current fiscal year, governmental funds reported combined ending fund balances of \$22,565,180, an increase of \$4,723,383 in comparison with the prior year.
- At the end of the current fiscal year, unreserved fund balance for the general fund was \$3,867,587, an increase of \$274,543 in comparison with the prior year.
- At the end of the current year, total assets of business-type activities exceeded their liabilities by \$55,590,062, an increase of \$303,529 in comparison to the prior year.
- Total long-term debt (i.e., bonds payable) at the close of the current fiscal year was \$77,957,366, an increase of \$4,051,175 in comparison to the prior year.

B. OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City of Dover's basic financial statements. The basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of our finances in a manner similar to a private-sector business.

The statement of net assets presents information on all assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position is improving or deteriorating.

The statement of activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities include general government, public safety, highways and streets, sanitation, economic development, and culture and recreation. The business-type activities include water, sewer, arena, and Dover Business and Industrial Development Authority (DBIDA) activities.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Fund accounting is used to ensure and demonstrate compliance with finance-related legal requirements. All of the funds can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Annual appropriated budgets are adopted for the general fund and certain nonmajor governmental funds. Budgetary comparison statements have been provided for both funds to demonstrate compliance with these budgets.

Proprietary funds. Proprietary funds are maintained as follows:

Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Specifically, enterprise funds are used to account for water, sewer, arena and DBIDA operations.

Internal service funds are an accounting device used to accumulate and allocate costs internally among various functions. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the business-type activities reported in the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the water, sewer, arena, and DBIDA operations, all of which are considered to be major funds.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information, which is required to be disclosed by the *Governmental Accounting Standards Board*.

C. GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. At the close of the most recent fiscal year, total net assets were \$104,669,090, an increase of \$3,029,447 from the prior year.

Financial Position. The following is a summary of condensed government-wide financial data of net assets for the current and the prior fiscal years.

NET ASSETS

Amounts presented in 000s

	Governmental Activities		Business-Type Activities		Total	
	2004	2005	2004	2005	2004	2005
Current and Other Assets	\$ 35,109	\$ 38,959	\$ 9,524	\$ 8,799	\$ 44,634	\$ 47,759
Capital Assets (1)	89,127	93,546	64,119	65,257	153,246	158,803
Total Assets	<u>\$ 124,236</u>	<u>\$ 132,505</u>	<u>\$ 73,643</u>	<u>\$ 74,056</u>	<u>\$ 197,879</u>	<u>\$ 206,561</u>
Long-term Liabilities	\$ 57,770	\$ 64,422	\$ 23,811	\$ 24,435	\$ 81,582	\$ 88,857
Other Liabilities	20,112	19,004	(5,455)	(5,969)	14,658	13,035
Total Liabilities	<u>\$ 77,883</u>	<u>\$ 83,426</u>	<u>\$ 18,357</u>	<u>\$ 18,466</u>	<u>\$ 96,240</u>	<u>\$ 101,892</u>
Net Assets:						
Invested in Capital Assets (1)	\$ 50,842	\$ 53,992	\$ 49,961	\$ 49,130	\$ 100,802	\$ 103,122
Restricted	468	135	1,549	2,961	2,016	3,096
Unrestricted	(4,956)	(5,048)	3,777	3,499	(1,179)	(1,549)
Total Net Assets	<u>\$ 46,353</u>	<u>\$ 49,079</u>	<u>\$ 55,287</u>	<u>\$ 55,590</u>	<u>\$ 101,640</u>	<u>\$ 104,669</u>

(1) Governmental Activities restated for FY04

By far the largest portion of net assets \$103,122,066, at 98.5 percent, reflects our investment in capital assets (e.g., land, buildings, machinery and equipment), less any related debt used to acquire those assets that is still outstanding. These capital assets are used to provide services to citizens; consequently, these assets are not available for future spending. Although the investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of net assets \$3,096,175 represents resources that are subject to external restrictions on how they may be used. The remaining net balance represents unrestricted net assets and at the end of the fiscal year is a negative of \$1,549,151. It is the balance of unrestricted funds that may be used to meet the government's ongoing obligations to citizens and creditors.

It should be noted that the unrestricted net asset balance consists of a negative balance in the governmental activities of \$5,048,192 and a positive balance in the business-type activities of \$3,499,041. The main reason for the negative position of the governmental activities is the inclusion of unfunded long-term liabilities for Tolend Road Landfill mitigation of \$13,809,960 and unfunded compensated absences of \$2,907,890.

The \$13,809,960 for Tolend Road Landfill mitigation represents the mitigation costs and the post mitigation maintenance and monitoring costs. The City anticipates the mitigation costs to be financed with long-term debt and it is included in the City's six year Capital Improvements Program. The maintenance and monitoring costs are expected to be financed within the annual operating budget, as needed.

The \$2,907,890 for compensated absences represents the unfunded portion of accrued employee leave benefits, payable as taken or at termination. The City has also funded an additional liability of \$159,275. The unfunded portion is to be financed in the annual budget as needed. The total compensated absences liability decreased \$446,835 in FY05.

Financial Results. The following is a summary of condensed government-wide financial data of changes in net assets for the current fiscal and prior fiscal years.

Amounts presented in 000s

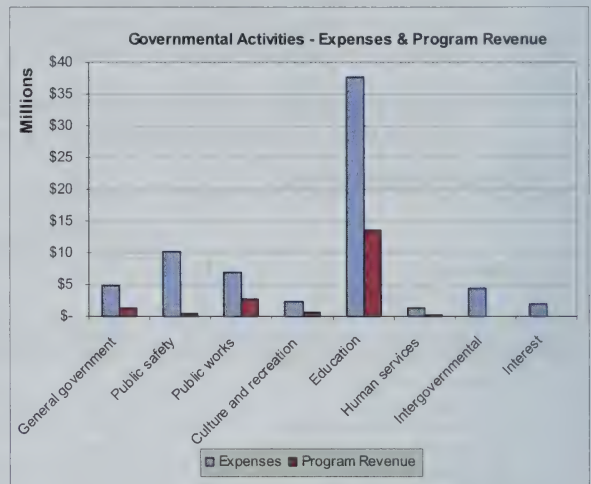
	Governmental Activities		Business-Type Activities		Total	
	2004	2005	2004	2005	2004	2005
Revenues:						
Program revenues:						
Charges for services	\$ 16,622	\$ 18,852	\$ 8,019	\$ 8,420	\$ 24,641	\$ 27,272
Operating grants and contributions	6,724	6,285	-	-	6,724	6,285
Capital grants and contributions	1,768	920	474	613	2,242	1,532
General revenues:						
Property taxes	41,203	44,470	-	-	41,203	44,470
Motor vehicle registration	3,844	3,924	-	-	3,844	3,924
Penalties and interest on taxes	219	8	-	-	219	8
Investment income	335	434	8	28	342	462
Other	100	124	-	-	100	124
Loss on sale of capital asset	-	(40)	-	-	-	(40)
Total Revenues	70,815	74,975	8,501	9,061	79,316	84,036
Expenses:						
General government	3,810	4,834	-	-	3,810	4,834
Public safety	10,657	10,285	-	-	10,657	10,285
Public works	6,739	6,973	-	-	6,739	6,973
Culture and recreation	2,912	2,350	-	-	2,912	2,350
Education	37,409	37,715	-	-	37,409	37,715
Human services	1,481	1,156	-	-	1,481	1,156
Intergovernmental	4,639	4,337	-	-	4,639	4,337
Interest on long-term debt	1,647	1,816	1,172	876	2,819	2,692
Miscellaneous	-	-	-	-	-	-
Water operations (1)	-	-	2,288	2,593	2,288	2,593
Sewer operations (1)	-	-	3,804	4,117	3,804	4,117
Arena operations (1)	-	-	1,087	1,155	1,087	1,155
DBIDA operations	-	-	8	6	8	6
Total Expenses	69,295	69,465	8,359	8,748	77,653	78,213
Change in Net Assets before Extraordinary Item and Transfers	1,521	5,510	142	313	1,663	5,823
Extraordinary item	-	(2,794)	-	-	-	(2,794)
Transfers in (out)	(83)	10	83	(10)	-	-
Change in Net Assets	1,438	2,726	225	304	1,663	3,029
Net Assets - beginning of year (2)	44,915	46,353	55,062	55,287	99,977	101,640
Net Assets - end of year	\$ 46,353	\$ 49,079	\$ 55,287	\$ 55,590	\$ 101,640	\$ 104,669

(1) Excludes interest on long-term debt reflected separately.

(2) As restated for 2004.

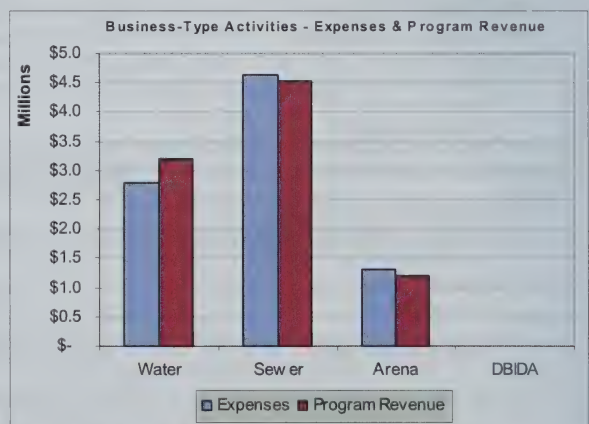
Governmental activities. Governmental activities for the year resulted in an increase in net assets of \$2,725,918. Key elements of this increase are as follows:

- The \$2,725,918 change in net assets consists mainly of a net increase in invested in capital assets, net of depreciation of \$3,150,358, a decrease of \$332,420 in restricted net assets and a net decrease in unrestricted net assets of \$92,020.



Business-Type Activities. Business-type activities for the year resulted in an increase in net assets of \$303,529 or .5%. Key elements of this change are as follows:

- The Water Fund's net assets increased by \$435,645 or 2.9%. This consists mainly of charges for services being higher than budgeted by \$124,001 and a net increase in the reserve for capital projects of \$88,161.
- The Sewer Fund had a decrease in net assets of \$15,304 or .04%. The change consists of a net operating loss of \$97,083 offset by non-operating net revenue of \$84,878.
- The Arena Fund had a decrease in net assets of \$111,183 due mainly to a shortage of \$115,685 in revenue.



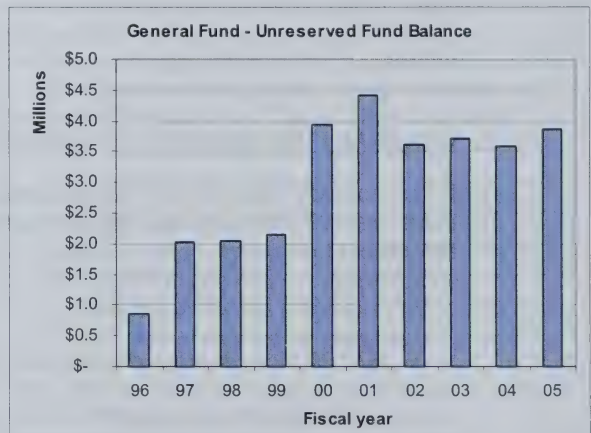
D. FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, fund accounting is used to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, governmental funds reported combined ending fund balances of \$22,565,180, an increase of \$4,723,383 in comparison with the prior year (prior year restated, please refer to the Notes to the Financial Statements for more information). Most of this increase was attributable to realizing of \$8,520,000 in bond proceeds for capital improvements in the non-major governmental funds.

The general fund is the chief operating fund. At the end of the current fiscal year, unreserved fund balance of the general fund was \$3,867,587, while total fund balance was \$6,565,885. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 6.1 percent of total general fund expenditures, while total fund balance represents 10.4 percent of that same amount.



The fund balance of the general fund increased by \$641,411, or 10.8%, during the current fiscal year. Key factors in this change are as follows:

- A net increase to fund balance of \$485,464 from net financing sources exceeding budget estimates, consisting of \$565,464 in revenues in excess of budget estimates less \$80,000 of budgetary use of fund balance. The \$565,464 consisted mainly of \$189,338 in excess Ambulance revenue and \$196,881 in excess proceeds from a New Hampshire Municipal Bond Bank bond refunding.

- A net increase to fund balance of \$42,530 from remaining departmental appropriations.
- A decrease to fund balance of \$51,958, consisting of an increase of \$57,115 in deferred property tax revenue, \$26,407 of lapsed prior year encumbrances and a decrease of \$21,250 of debt service reserve.
- A net increase of \$165,373 in reserve for encumbrances, consisting mainly of a \$226,597 increase in the School Department reserve.

Proprietary funds. Proprietary funds provide the same type of information found in the business-type activities reported in the government-wide financial statements, but in more detail.

Unrestricted net assets of the enterprise funds at the end of the year amounted to \$3,499,041. This amount consists of the Water Fund of \$1,590,974, the Sewer Fund of \$3,732,475, the Arena Fund deficit of \$1,678,632 and the Dover Business and Industrial Development Fund (DBIDA) deficit of \$145,776.

Other factors concerning the finances of proprietary funds have already been addressed in the entity-wide discussion of business-type activities.

E. GENERAL FUND BUDGETARY HIGHLIGHTS

Differences between the original budget and the final amended budget resulted in an overall increase in appropriations of \$362,500. Major reasons for these amendments include:

- \$285,000 for snow removal.
- \$75,000 for general welfare assistance.
- \$2,500 grant for a crusher for used motor vehicle oil filters.

Of this increase, \$280,000 was funded from unanticipated revenue, \$80,000 was funded from use of fund balance and \$2,500 was received from a State grant.

F. CAPITAL ASSET AND DEBT ADMINISTRATION

Capital assets. Total investment in capital assets for governmental and business-type activities at year-end amounted to \$158,802,515 (net of accumulated depreciation), an increase of approximately \$5,556,828 from the prior year (as restated, see Note to Financial Statements for more detail). This investment in capital assets includes land, buildings and system, improvements, and machinery and equipment. The following yearly comparison shows net fixed assets by category:

Capital Assets (000s)
(net of depreciation)

	Governmental Activities		Business-Type Activities		Totals	
	2004	2005	2004	2005	2004	2005
Land	\$ 10,334	\$ 10,961	\$ 2,037	\$ 2,037	\$ 12,371	\$ 12,997
Buildings and improvements	38,476	41,985	25,792	25,035	64,268	67,020
Machinery and equipment	10,970	10,995	2,179	3,123	13,149	14,118
Infrastructure	16,600	18,780	26,943	32,869	43,543	51,649
Construction in Progress	12,747	10,826	7,168	2,192	19,914	13,018
Total Assets	\$ 89,127	\$ 93,546	\$ 64,119	\$ 65,257	\$ 153,246	\$ 158,803

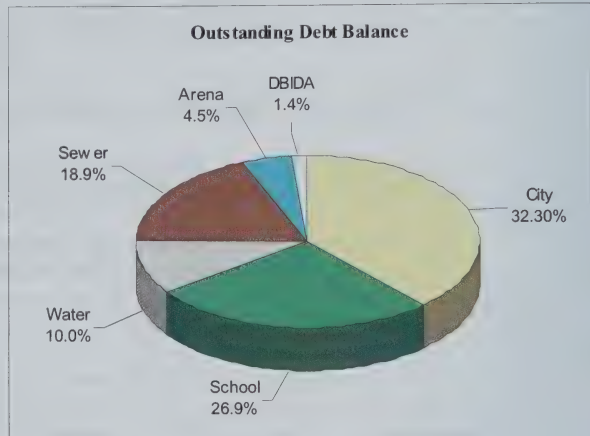
Major capital asset events during the current fiscal year included the following:

- The increase to land relates to the City's purchase of open space of \$366,192 and \$255,000 for athletic fields.
- The increase to building and improvements of the governmental activities relates mainly to School improvements of \$2,089,371, sidewalk improvements of \$551,333, athletic field development of \$493,354 and Indoor Pool renovations of \$422,281.
- The governmental activities infrastructure change includes an addition of \$3,079,003 in street improvement projects and \$388,572 in drainage projects.
- The net change in governmental activity construction in progress relates to additions of \$6,952,064 and capitalizations of \$8,872,522. Additions include \$1,449,722 for the Cochecho Dredging project, \$1,968,727 for School improvements and \$706,779 of recreation improvements. Capitalizations include \$5,100,092 of public works projects, \$1,761,296 of School improvements and \$1,587,989 of recreation projects.
- The increase to business-type activity machinery and equipment is mainly related to additions of \$486,309 and \$487,992 for water and sewer's share, respectively, of the Supervisory Control and Data Acquisition (SCADA) equipment to assist in monitoring and controlling water well and sewer pump station equipment activity. In addition, \$114,879 of water meters and \$276,496 in wastewater treatment plant (WWTP) blower equipment.
- The increase in business-type activity infrastructure improvements is mainly related to the additions of water and sewer mains. Major water mains consisted of \$2,889,787 for Dover Point Road replacement, \$589,912 for Broadway area and \$253,888 for Sixth Street. Major sewer mains consisted of \$1,065,386 for Berry Brook upgrade and \$399,482 for Glenwood Avenue.

- Year end business-type activity construction in progress is related to \$152,866 in minor water projects, \$1,868,433 in sewer projects and \$170,985 in DBIDA economic development projects. The sewer balance mainly relates to \$1,014,822 for the WWTP ultra violet unit upgrade and \$427,090 for the WWTP blower building.

Additional information on the capital assets can be found in the Note 8 to the Financial Statements.

Long-term debt. At the end of the current fiscal year, total long-term debt outstanding was \$77,957,366, a net increase of \$4,051,175 over the previous fiscal year end, all of which was backed by the full faith and credit of the government.



Long-term Debt (000s)

	Governmental Activities		Business-Type Activities		Totals	
	2004	2005	2004	2005	2004	2005
General Obligation Bonds	\$ 46,779	\$ 51,163	\$ 26,280	\$ 26,031	\$ 73,059	\$ 77,195
State Revolving Loans	848	763	-	-	848	763
Total Long-term Debt	\$ 47,626	\$ 51,926	\$ 26,280	\$ 26,031	\$ 73,906	\$ 77,957

- During the fiscal year, the City issued \$10,740,000 in general obligation serial bonds; \$8,520,000 related to governmental activities and \$2,220,000 related to business-type activities. The City bonds were insured by XL Capital Assurance and were rated Aaa by Moody's Investors Service and AAA by Standard & Poor's. The underlying credit rating of the City was an A1 rating from Moody's Investor Service and an AA- from Standard & Poor's. Competitive bids were solicited and the City received 5 bids on June 9, 2005. Citigroup Global Markets, Inc. was awarded the bid at a true interest cost of 3.822 percent. The bonds were dated June 15, 2005 and mature June 15, 2026. Bonds dated on or after June 15, 2016 may be redeemed prior to the maturity date at the option of the City.

Additional information on long-term debt can be found in the Note 13 to the Financial Statements.

G. NEXT YEAR'S BUDGETS AND RATES

The budget, tax levies and tax rates of the General Fund for the subsequent fiscal year have been formalized. The following table reflects the budget amounts, at the time of tax rate setting, for each year for the General Fund.

General Fund Budget				
	FY05	FY06	Increase (Decrease)	% Change
City	24,848,550	26,497,793	1,649,243	6.6%
School	34,513,623	36,961,962	2,448,339	7.1%
County	4,336,892	5,454,815	1,117,923	25.8%
Total Budget	63,699,065	68,914,570	5,215,505	8.2%

The following table reflects the property tax levy amounts for each year.

Property Tax Levies				
	FY05	FY06	Increase (Decrease)	% Change
City	16,444,337	17,472,361	1,028,024	6.3%
School - Local	16,302,137	19,413,741	3,111,604	19.1%
School - State	6,701,724	6,477,735	(223,989)	-3.3%
Total School	23,003,861	25,891,476	2,887,615	12.6%
County	4,286,840	5,404,763	1,117,923	26.1%
Total Tax Levy	43,735,038	48,768,600	5,033,562	11.5%

- Approximately \$1.6 million of the increase in the local School tax levy results from a decrease in State aid.

The following table reflects the property tax rates for each year. The tax rate is stated per \$1,000 of assessed value.

Property Tax Rates				
	FY05	FY06	Increase (Decrease)	% Change
City	6.91	7.04	0.13	1.9%
School - Local	6.71	7.66	0.95	14.2%
School - State	2.80	2.59	(0.21)	-7.5%
Total School	9.51	10.25	0.74	7.8%
County	1.76	2.13	0.37	21.0%
Total Tax Rate	18.18	19.42	1.24	6.8%

The budget and user fees of the utility funds for the subsequent fiscal year have been formalized. The following table reflects the original adopted budget amounts for each year for the Water and Sewer Funds.

Utility Funds	FY05	FY06	Increase (Decrease)	% Change
Water Fund	2,940,790	3,089,090	148,300	5.0%
Sewer Fund	5,069,078	5,106,196	37,118	0.7%
Total Utility Funds	8,009,868	8,195,286	185,418	2.3%

The following table reflects the utility rates per one hundred cubic feet (HCF) of water consumption for each year. (1 HCF = 748 gallons)

Utility Rates	FY05	FY06	Increase (Decrease)	% Change
Water Fund	2.68	2.96	0.28	10.4%
Sewer Fund	4.01	4.13	0.12	3.0%
Combined Rates	6.69	7.09	0.40	6.0%

Discussions of other financial and economic factors are included in the Transmittal Letter.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City of Dover's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Finance Director, City of Dover
Municipal Building
288 Central Avenue
Dover, New Hampshire 03820

The City of Dover's web site contains additional financial information at:

www.ci.dover.nh.us

CITY OF DOVER, NEW HAMPSHIRE

STATEMENT OF NET ASSETS

JUNE 30, 2005

	Governmental <u>Activities</u>	Business-Type <u>Activities</u>	<u>Total</u>
ASSETS			
Current:			
Cash and short-term investments	\$ 30,003,915	\$ 1,792,607	\$ 31,796,522
Investments	2,218,612	-	2,218,612
Receivables, net of allowance for uncollectibles:			
Property taxes	1,935,463	-	1,935,463
User fees	-	1,554,844	1,554,844
Departmental and other	435,728	802	436,530
Intergovernmental	1,763,718	829,613	2,593,331
Inventory	96,442	323,937	420,379
Other assets	32,252	-	32,252
Noncurrent:			
Receivables, net of allowance for uncollectibles:			
Intergovernmental	-	5,151,031	5,151,031
Loans	576,220	-	576,220
Internal balances	1,897,034	(1,897,034)	-
Investment in land	-	1,043,641	1,043,641
Capital assets:			
Land and construction in progress	21,786,776	4,229,010	26,015,786
Other capital assets, net of accumulated depreciation	71,759,221	61,027,508	132,786,729
TOTAL ASSETS	132,505,381	74,055,959	206,561,340
LIABILITIES			
Current:			
Accounts payable	909,787	280,101	1,189,888
Accrued liabilities	2,828,340	329,592	3,157,932
Retainage payable	103,489	47,744	151,233
Internal balances	8,467,664	(8,467,664)	-
Due to fiduciary funds	1,378,317	-	1,378,317
Line of credit	-	80,476	80,476
Notes payable	400,000	-	400,000
Other current liabilities	11,562	3,500	15,062
Current portion of long-term liabilities:			
Claims liability	240,000	-	240,000
Bonds payable	4,486,607	2,596,490	7,083,097
Compensated absences	179,066	160,718	339,784
Noncurrent:			
Claims liability, net of current portion	264,342	-	264,342
Bonds payable, net of current portion	47,439,329	23,434,940	70,874,269
Compensated absences, net of current portion	2,907,890	-	2,907,890
Liability for hazardous waste-site cleanup	13,809,960	-	13,809,960
TOTAL LIABILITIES	83,426,353	18,465,897	101,892,250
NET ASSETS			
Invested in capital assets, net of related debt	53,992,080	49,129,986	103,122,066
Restricted for:			
Debt service	-	1,038,441	1,038,441
Capital projects	-	1,922,594	1,922,594
State and federal grants	135,140	-	135,140
Unrestricted	(5,048,192)	3,499,041	(1,549,151)
TOTAL NET ASSETS	\$ 49,079,028	\$ 55,590,062	\$ 104,669,090

See notes to financial statements.

CITY OF DOVER, NEW HAMPSHIRE

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2005

		Program Revenues		
		Charges for	Operating	Capital
	<u>Expenses</u>	<u>Services</u>	<u>Grants and</u>	<u>Grants and</u>
			<u>Contributions</u>	<u>Contributions</u>
Governmental Activities:				
General government	\$ 4,833,784	\$ 1,312,097	\$ 1,703,565	\$ -
Public safety	10,284,604	437,825	753,289	-
Public works	6,972,709	2,810,817	24,039	770,540
Culture and recreation	2,349,885	601,361	5,685	10,014
Education	37,715,317	13,493,145	3,776,685	-
Human services	1,156,326	196,645	21,480	138,948
Intergovernmental	4,336,892	-	-	-
Interest	<u>1,815,709</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Governmental Activities	<u>69,465,226</u>	<u>18,851,890</u>	<u>6,284,743</u>	<u>919,502</u>
Business-Type Activities:				
Water services	2,779,842	3,197,227	-	15,000
Sewer services	4,647,438	4,019,804	-	597,576
Arena services	1,314,389	1,202,974	-	-
DBIDA services	<u>5,879</u>	<u>250</u>	<u>-</u>	<u>-</u>
Total Business-Type Activities	<u>8,747,548</u>	<u>8,420,255</u>	<u>-</u>	<u>612,576</u>
Total	<u>\$ 78,212,774</u>	<u>\$ 27,272,145</u>	<u>\$ 6,284,743</u>	<u>\$ 1,532,078</u>

General Revenues:

Property tax
 Motor vehicle registration tax
 Penalties, interest and other taxes
 Unrestricted investment earnings
 Other revenue
 Loss on sale of capital assets
 Extraordinary item
 Landfill liability change
 Transfers, net

Total general revenues, extraordinary item and transfers

Change in Net Assets

Net Assets:

Beginning of year, as restated

End of year

See notes to financial statements.

Net (Expenses) Revenues and Changes in Net Assets		
Governmental Activities	Business- Type Activities	Total
\$ (1,818,122)	\$ -	\$ (1,818,122)
(9,093,490)	-	(9,093,490)
(3,367,313)	-	(3,367,313)
(1,732,825)	-	(1,732,825)
(20,445,487)	-	(20,445,487)
(799,253)	-	(799,253)
(4,336,892)	-	(4,336,892)
(1,815,709)	-	(1,815,709)
<u>(43,409,091)</u>	<u>-</u>	<u>(43,409,091)</u>
-	432,385	432,385
-	(30,058)	(30,058)
-	(111,415)	(111,415)
-	(5,629)	(5,629)
<u>-</u>	<u>285,283</u>	<u>285,283</u>
<u>(43,409,091)</u>	<u>285,283</u>	<u>(43,123,808)</u>
44,469,792	-	44,469,792
3,923,934	-	3,923,934
8,419	-	8,419
433,788	27,845	461,633
123,533	-	123,533
(40,109)	-	(40,109)
(2,793,947)	-	(2,793,947)
9,599	(9,599)	-
<u>46,135,009</u>	<u>18,246</u>	<u>46,153,255</u>
2,725,918	303,529	3,029,447
<u>46,353,110</u>	<u>55,286,533</u>	<u>101,639,643</u>
<u>\$ 49,079,028</u>	<u>\$ 55,590,062</u>	<u>\$ 104,669,090</u>

CITY OF DOVER, NEW HAMPSHIRE

GOVERNMENTAL FUNDS

BALANCE SHEET

JUNE 30, 2005

	<u>General</u>	Nonmajor Governmental <u>Funds</u>	Total Governmental <u>Funds</u>
ASSETS			
Cash and short-term investments	\$ 29,117,035	\$ 886,880	\$ 30,003,915
Investments	-	2,218,612	2,218,612
Receivables, net of allowance for uncollectibles:			
Taxes	1,935,463	-	1,935,463
Departmental and other	203,073	141,827	344,900
Intergovernmental	300,758	1,462,960	1,763,718
Loans	-	576,220	576,220
Due from other funds	-	14,218,132	14,218,132
Advance to other funds	1,897,034	-	1,897,034
Inventory	-	39,161	39,161
Other assets	<u>28,425</u>	<u>-</u>	<u>28,425</u>
TOTAL ASSETS	\$ 33,481,788	\$ 19,543,792	\$ 53,025,580
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 451,461	\$ 431,378	\$ 882,839
Accrued liabilities	2,462,451	34,893	2,497,344
Retainage payable	-	103,489	103,489
Deferred revenues	834,574	621,883	1,456,457
Due to other funds	23,092,860	1,856,572	24,949,432
Notes payable	-	400,000	400,000
Compensated absences	62,995	96,282	159,277
Other liabilities	<u>11,562</u>	<u>-</u>	<u>11,562</u>
TOTAL LIABILITIES	26,915,903	3,544,497	30,460,400
Fund Balances:			
Reserved for:			
Encumbrances	563,764	2,851,074	3,414,838
Inventory	-	39,161	39,161
Advances	1,897,034	-	1,897,034
Other specific purposes	237,500	-	237,500
Unreserved:			
Undesignated, reported in:			
General fund	3,867,587	-	3,867,587
Special revenue funds	-	3,228,880	3,228,880
Capital project funds	<u>-</u>	<u>9,880,180</u>	<u>9,880,180</u>
TOTAL FUND BALANCES	<u>6,565,885</u>	<u>15,999,295</u>	<u>22,565,180</u>
TOTAL LIABILITIES AND FUND BALANCES	\$ 33,481,788	\$ 19,543,792	\$ 53,025,580

See notes to financial statements.

CITY OF DOVER, NEW HAMPSHIRE

RECONCILIATION OF TOTAL GOVERNMENTAL FUND
BALANCES TO NET ASSETS OF GOVERNMENTAL
ACTIVITIES IN THE STATEMENT OF NET ASSETS

JUNE 30, 2005

Total governmental fund balances	\$ 22,565,180
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	93,545,997
Revenues are reported on the accrual basis of accounting and are not deferred until collection.	1,456,457
Internal service funds are used by management to account for Dover Net, Central Stores, fleet maintenance and workers' compensation activities. The assets and liabilities of the internal service funds are included in the governmental activities in the Statement of Net Assets.	475,747
In the statement of activities, interest is accrued on outstanding long-term debt, whereas in governmental funds interest is not reported until due.	(320,567)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds:	
Bonds payable	(51,925,936)
Compensated absences	(2,907,890)
Liability for hazardous waste-site cleanup	(13,809,960)
Net assets of governmental activities	\$ <u>49,079,028</u>

See notes to financial statements.

CITY OF DOVER, NEW HAMPSHIRE

GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

FOR THE YEAR ENDED JUNE 30, 2005

	<u>General</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:			
Taxes	\$ 44,054,361	\$ 371,497	\$ 44,425,858
Licenses and permits	4,378,403	1,020	4,379,423
Intergovernmental	2,069,959	4,709,553	6,779,512
Current services	1,586,678	5,109,363	6,696,041
Education	11,589,151	-	11,589,151
Miscellaneous	779,363	818,573	1,597,936
Total Revenues	<u>64,457,915</u>	<u>11,010,006</u>	<u>75,467,921</u>
Expenditures:			
Current:			
General government	3,933,836	578,759	4,512,595
Public safety	9,975,121	1,367,790	11,342,911
Public works	4,594,793	5,015,250	9,610,043
Culture and recreation	2,123,446	791,065	2,914,511
Education	31,380,847	7,954,631	39,335,478
Human services	785,253	386,088	1,171,341
Intergovernmental	4,336,892	-	4,336,892
Debt service	6,019,830	30,536	6,050,366
Total Expenditures	<u>63,150,018</u>	<u>16,124,119</u>	<u>79,274,137</u>
Excess (deficiency) of revenues over expenditures	1,307,897	(5,114,113)	(3,806,216)
Other Financing Sources (Uses):			
Bonds issued	-	8,520,000	8,520,000
Transfers in	9,599	676,085	685,684
Transfers out	(676,085)	-	(676,085)
Total Other Financing Sources (Uses)	<u>(666,486)</u>	<u>9,196,085</u>	<u>8,529,599</u>
Net change in fund balances	641,411	4,081,972	4,723,383
Fund Balances, at Beginning of Year	<u>5,924,474</u>	<u>11,917,323</u>	<u>17,841,797</u>
Fund Balances, at End of Year	<u>\$ 6,565,885</u>	<u>\$ 15,999,295</u>	<u>\$ 22,565,180</u>

See notes to financial statements.

CITY OF DOVER, NEW HAMPSHIRE
 RECONCILIATION OF THE STATEMENT OF REVENUES,
 EXPENDITURES, AND CHANGES IN FUND BALANCES OF
 GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED JUNE 30, 2005

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS \$ 4,723,383

- Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:

Capital outlay purchases, net	8,871,210
Depreciation	(4,411,670)
Loss on sale of capital assets	(40,109)
- Revenues in the Statement of Activities that do not provide current financial resources are fully deferred in the Statement of Revenues, Expenditures and Changes in Fund Balances. Therefore, the recognition of revenue for various types of accounts receivable (i.e., property taxes) differ between the two statements. This amount represents the net change in deferred revenue.

	132,530
--	---------
- The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the financial resources of governmental funds. Neither transaction, however, has any effect on net assets:

Issuance of debt	(8,520,000)
Repayments of debt	4,220,335
- In the statement of activities, interest is accrued on outstanding long-term debt, whereas in governmental funds interest is not reported until due.

	14,320
--	--------
- Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds:

Decrease in liability for compensated absences	538,971
Increase in liability for hazardous waste-site cleanup	(2,793,947)
- Internal service funds are used by management to account for Dover Net, Central Stores, fleet maintenance and workers' compensation activities. The net activity of internal service funds is reported with Governmental Activities.

	(9,105)
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CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES \$ 2,725,918

See notes to financial statements.

CITY OF DOVER, NEW HAMPSHIRE

Statement of Revenues and Other Financing Sources,
and Expenditures and Other Financing Uses -
Budget and Actual - General Fund - Budget Basis

For the Year Ended June 30, 2005

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues and Other Sources:				
Taxes	\$ 44,002,952	\$ 44,002,952	\$ 44,111,475	\$ 108,523
Licenses and permits	4,350,234	4,430,234	4,378,404	(51,830)
Intergovernmental	2,040,340	2,042,840	2,069,959	27,119
Current services	1,484,683	1,544,683	1,586,679	41,996
Education	11,509,762	11,509,762	11,589,151	79,389
Miscellaneous	279,094	419,094	779,361	360,267
Transfers in	32,000	32,000	32,000	-
Total Revenues and Other Sources	63,699,065	63,981,565	64,547,029	565,464
Expenditures and Other Uses:				
General Government				
City Council	151,061	167,952	165,772	2,180
Executive	973,936	989,636	988,955	681
Finance	1,063,922	1,035,586	1,035,229	357
Planning	648,006	682,006	681,881	125
Misc. General Government	895,794	1,063,268	1,060,094	3,174
Total General Government	3,732,719	3,938,448	3,931,931	6,517
Public Safety				
Police	5,775,346	5,452,996	5,450,079	2,917
Fire	4,787,394	4,842,764	4,842,421	343
Total Public Safety	10,562,740	10,295,760	10,292,500	3,260
Community Services - Public Works	4,118,814	4,563,540	4,562,458	1,082
Culture and Recreation				
Community Services - Recreation	1,113,942	1,098,072	1,097,848	224
Public Library	1,021,930	979,430	979,414	16
Total Culture and Recreation	2,135,872	2,077,502	2,077,262	240
Human Services	726,689	785,334	785,324	10
Education	32,065,504	32,065,504	32,034,088	31,416
Debt Service				
Principal	4,220,335	4,199,085	4,199,085	-
Interest	1,799,500	1,799,500	1,799,495	5
Total Debt Service	6,019,835	5,998,585	5,998,580	5
Intergovernmental	4,336,892	4,336,892	4,336,892	-
Total Expenditures and Other Uses	63,699,065	64,061,565	64,019,035	42,530
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ -	\$ (80,000) *	\$ 527,994	\$ 607,994

* Represents budgetary use of Fund Balance voted by the City Council.

See accompanying notes to financial statements.

CITY OF DOVER, NEW HAMPSHIRE

PROPRIETARY FUNDS

STATEMENT OF NET ASSETS

JUNE 30, 2005

	Business-Type Activities Enterprise Funds					Governmental Activities
	Water Fund	Sewer Fund	Arena Fund	DBIDA Fund	Total	Internal Service Funds
ASSETS						
Current:						
Cash and short-term investments	\$ 589,903	\$ 1,201,165	\$ 1,539	\$ -	\$ 1,792,607	\$ -
User fees, net of allowance for uncollectibles						
Billed	296,677	376,848	27,159	-	700,684	-
Unbilled	404,917	449,243	-	-	854,160	-
Departmental and other receivables	802	-	-	-	802	90,828
Intergovernmental receivables	10	829,603	-	-	829,613	-
Due from other funds	2,295,180	6,219,240	16,275	-	8,530,695	885,319
Inventory	285,658	35,236	3,043	-	323,937	57,281
Other assets	-	-	-	-	-	3,827
Total current assets	3,873,147	9,111,335	48,016	-	13,032,498	1,037,255
Noncurrent:						
Investment in land	-	-	-	1,043,641	1,043,641	-
Intergovernmental receivable	-	5,151,031	-	-	5,151,031	-
Capital assets:						
Land and construction in progress	841,396	2,964,740	251,890	170,984	4,229,010	-
Other capital assets, net of accumulated depreciation	18,844,142	38,086,604	4,096,762	-	61,027,508	-
Total noncurrent assets	19,685,538	46,202,375	4,348,652	1,214,625	71,451,190	-
TOTAL ASSETS	23,558,685	55,313,710	4,396,668	1,214,625	84,483,688	1,037,255
LIABILITIES						
Current:						
Accounts payable	104,370	158,563	17,168	-	280,101	26,948
Accrued liabilities	53,609	251,939	24,044	-	329,592	10,429
Retainage payable	-	43,776	-	3,968	47,744	-
Due to other funds	-	-	-	63,031	63,031	-
Line of credit	-	-	-	80,476	80,476	-
Other liabilities	-	-	-	3,500	3,500	-
Current portion of long-term liabilities:						
Claims liability	-	-	-	-	-	240,000
Bonds payable	735,000	1,618,000	243,490	-	2,596,490	-
Compensated absences	73,861	71,692	15,165	-	160,718	19,789
Total current liabilities	966,840	2,143,970	299,867	150,975	3,561,652	297,166
Noncurrent:						
Claims liability, net of current portion	-	-	-	-	-	264,342
Advance from other funds	-	-	1,897,034	-	1,897,034	-
Bonds payable, net of current portion	7,053,000	13,083,000	3,298,940	-	23,434,940	-
TOTAL LIABILITIES	8,019,840	15,226,970	5,495,841	150,975	28,893,626	561,508
NET ASSETS						
Invested in capital assets, net of related debt	13,309,168	35,087,100	562,733	170,985	49,129,986	-
Restricted for debt service	-	-	-	1,038,441	1,038,441	-
Restricted for capital outlay	638,703	1,267,165	16,726	-	1,922,594	-
Unrestricted	1,590,974	3,732,475	(1,678,632)	(145,776)	3,499,041	475,747
TOTAL NET ASSETS	\$ 15,538,845	\$ 40,086,740	\$ (1,099,173)	\$ 1,063,650	\$ 55,590,062	\$ 475,747

CITY OF DOVER, NEW HAMPSHIRE
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
 FOR THE YEAR ENDED JUNE 30, 2005

	Business-Type Activities Enterprise Funds					Governmental Activities Internal Service Funds
	Water Fund	Sewer Fund	Arena Fund	DBIDA Fund	Total	
Operating Revenues:						
Charges for services	\$ 3,038,791	\$ 3,784,476	\$ 1,153,168	\$ -	\$ 7,976,435	\$ 1,285,640
Investment fees	118,400	161,700	-	-	280,100	-
Other revenue	40,036	73,628	49,806	250	163,720	8
Total Operating Revenues	3,197,227	4,019,804	1,202,974	250	8,420,255	1,285,648
Operating Expenses:						
Personal services	1,099,287	1,053,406	463,630	-	2,616,323	705,892
Purchased services	163,626	212,797	99,742	5,821	481,986	245,141
Supplies	439,133	826,949	344,865	-	1,610,947	32,806
Capital outlay	66,597	-	-	-	66,597	93,132
Depreciation	602,372	1,700,264	142,364	-	2,445,000	-
Other expenses	222,094	323,471	104,798	58	650,421	217,782
Total Operating Expenses	2,593,109	4,116,887	1,155,399	5,879	7,871,274	1,294,753
Operating Income (Loss)	604,118	(97,083)	47,575	(5,629)	548,981	(9,105)
Nonoperating Revenues (Expenses):						
Intergovernmental revenue	15,000	597,576	-	-	612,576	-
Investment income	9,760	17,853	232	-	27,845	-
Interest expense	(186,733)	(530,551)	(158,990)	-	(876,274)	-
Total Nonoperating Revenues (Expenses), Net	(161,973)	84,878	(158,758)	-	(235,853)	-
Income (Loss) Before Transfers	442,145	(12,205)	(111,183)	(5,629)	313,128	(9,105)
Transfers:						
Transfers out	(6,500)	(3,099)	-	-	(9,599)	-
Total Transfers	(6,500)	(3,099)	-	-	(9,599)	-
Change in Net Assets	435,645	(15,304)	(111,183)	(5,629)	303,529	(9,105)
Net Assets at Beginning of Year	15,103,200	40,102,044	(987,990)	1,069,279	55,286,533	484,852
Net Assets at End of Year	\$ 15,538,845	\$ 40,086,740	\$ (1,099,173)	\$ 1,063,650	\$ 55,590,062	\$ 475,747

See notes to financial statements.

CITY OF DOVER, NEW HAMPSHIRE
 PROPRIETARY FUNDS
 STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED JUNE 30, 2005

	Business-Type Activities Enterprise Funds					Governmental Activities Internal Service Funds
	Water Fund	Sewer Fund	Arena Fund	DBIDA Fund	Total	
<u>Cash Flows From Operating Activities:</u>						
Receipts from customers and users for services	\$ 3,041,702	\$ 3,690,062	\$ 1,203,865	\$ 3,750	\$ 7,939,379	\$ 1,295,307
Receipts from customers and users for investment fees	118,400	167,200	-	-	285,600	-
Payments to vendors and contractors	(969,347)	(1,009,759)	(520,042)	(2,647)	(2,501,795)	(393,046)
Payments of employee salaries and benefits	(1,221,971)	(1,260,708)	(500,016)	-	(2,982,695)	(887,310)
Receipts/payments for interfund service provided	350,572	69,750	209,368	66,640	696,330	(14,951)
Net Cash Provided By Operating Activities	1,319,356	1,656,545	393,175	67,743	3,436,819	-
<u>Cash Flows From Noncapital Financing Activities:</u>						
Intergovernmental subsidy	15,000	1,452,391	-	-	1,467,391	-
Transfers to other funds	(6,500)	(3,099)	-	-	(9,599)	-
Net Cash Provided By Noncapital Financing Activities	8,500	1,449,292	-	-	1,457,792	-
<u>Cash Flows From Capital and Related Financing Activities:</u>						
Proceeds from issuance of bonds and notes	750,000	1,470,000	-	-	2,220,000	-
Capital asset additions	(1,226,348)	(2,207,833)	-	(67,743)	(3,501,924)	-
Principal payments on bonds and notes	(627,000)	(1,598,000)	(243,490)	-	(2,468,490)	-
Interest expense	(191,707)	(562,504)	(160,148)	-	(914,359)	-
Net Cash Provided By (Used For) Capital and Related Financing Activities	(1,295,055)	(2,898,337)	(403,638)	(67,743)	(4,664,773)	-
<u>Cash Flows From Investing Activities:</u>						
Investment income	9,760	17,853	232	-	27,845	-
Net Cash Provided By Investing Activities	9,760	17,853	232	-	27,845	-
Net Change in Cash and Short-Term Investments	42,561	225,353	(10,231)	-	257,683	-
Cash and Short Term Investments, Beginning of Year	547,342	975,812	11,770	-	1,534,924	-
Cash and Short Term Investments, End of Year	\$ 589,903	\$ 1,201,165	\$ 1,539	\$ -	\$ 1,792,607	\$ -
<u>Reconciliation of Operating Income to Net Cash Provided by (Used For) Operating Activities:</u>						
Operating income (loss)	\$ 604,118	\$ (97,083)	\$ 47,575	\$ (5,629)	\$ 548,981	\$ (9,105)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:						
Depreciation	602,372	1,700,264	142,364	-	2,445,000	-
Changes in assets and liabilities:						
User fees	28,434	(71,950)	891	-	(42,625)	-
Inventory	(33,705)	(22,338)	(1,815)	-	(57,858)	(7,094)
Departmental and other receivables	-	-	-	-	-	9,659
Interfund receivables and payables	350,572	69,750	209,368	66,640	696,330	(14,951)
Other assets	-	5,500	-	-	5,500	-
Accounts payable	(266,286)	60,063	(11,802)	(736)	(218,761)	(2,320)
Accrued liabilities	5,233	7,000	2,577	-	14,810	24,303
Retainage payable	-	(7,738)	-	3,968	(3,770)	-
Compensated absences	28,618	13,077	4,017	-	45,712	(492)
Other liabilities	-	-	-	3,500	3,500	-
Net Cash Provided By (Used For) Operating Activities	\$ 1,319,356	\$ 1,656,545	\$ 393,175	\$ 67,743	\$ 3,436,819	\$ -
<u>Schedule of Noncash Investing and Financing Activities:</u>						
Capital Purchases through Line of Credit	-	-	-	80,476	80,476	-

See notes to financial statements.

CITY OF DOVER, NEW HAMPSHIRE
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2005

	Agency Funds	Private Purpose Trust Funds
<u>ASSETS</u>		
Due from other funds	\$ 823,616	\$ 554,701
Total Assets	823,616	554,701
<u>LIABILITIES AND NET ASSETS</u>		
Accounts payable	-	1,000
Other liabilities	823,616	-
Total Liabilities	-	1,000
<u>NET ASSETS</u>		
Total Net Assets Held in Trust	\$ -	\$ 553,701

See notes to financial statements.

CITY OF DOVER, NEW HAMPSHIRE

FIDUCIARY FUNDS

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS

FOR THE YEAR ENDED JUNE 30, 2005

	Private Purpose <u>Trust Funds</u>
Additions:	
Contributions	1,769
Investment income	<u>21,145</u>
Total additions	22,914
Deductions:	
Disbursements by agent	<u>11,506</u>
Total deductions	<u>11,506</u>
Net decrease	11,408
Net assets:	
Beginning of year	<u>542,293</u>
End of year	<u>\$ 553,701</u>

See notes to financial statements.

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CITY OF DOVER, NEW HAMPSHIRE

Notes to Financial Statements

1. Summary of Significant Accounting Policies

The accounting policies of the City of Dover, New Hampshire (the City) conform to generally accepted accounting principles (GAAP) as applicable to governmental units. The following is a summary of the more significant policies:

A. Reporting Entity

The government is a municipal corporation governed by an elected mayor, eight-member council and an appointed City Manager. As required by generally accepted accounting principles, these financial statements present the government and applicable component units for which the government is considered to be financially accountable. In fiscal year 2005, it was determined that no entities met the required GASB-39 criteria of component units.

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function of segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Fund Financial Statements

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual govern-

mental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Government-Wide Financial Statements

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as *program revenues* include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes and excises.

Fund Financial Statements

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers property tax revenues to be available if they are collected within 60 days of the end of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

The government reports the following major governmental fund:

- The *general fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise fund are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989 generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the *option* of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The government has elected not to follow subsequent private-sector guidance.

The government reports the following major proprietary funds:

- The *Water Fund* accounts for the operation of a water treatment plant, City wells and water system.
- The *Sewer Fund* accounts for the operation of a sewer treatment plant, pumping station and sewer lines.
- The *Arena Fund* accounts for the operations of the Dover Ice Arena.
- The *Dover Business and Industrial Development Authority Fund* (DBIDA) accounts for the economic development projects of the DBIDA, which operates under RSA 162-G.

Additionally, the government reports the following fund types:

- Internal service funds account for data processing, fleet management services, and workers compensation administration and claims, provided to other departments on the cost reimbursement basis.
- The private-purpose trust fund is used to account for trust arrangements, under which principal and investment income exclusively benefit individuals, private organizations, or other governments.
- The agency funds are used for funds received from outside agencies and are administered by the City.

D. Cash and Investments

The government's cash is considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. The New Hampshire Public Deposit Investment Pool (NHPDIP) operates in accordance with appropriate state laws and regulations and is under the control of the New Hampshire Banking Commission. The reported value of the pool is the same as the fair value of the pool shares. Participation units of the NHPDIP are considered short-term for financial presentation purposes.

Investments are considered holdings of greater than three months and are reported at fair value.

City Funds

Under New Hampshire RSA 48:16, the City Treasurer may invest excess funds which are not immediately needed for the purpose of expenditure, in obligations of the United States government, in participation units in the public deposit investment pool established pursuant to RSA 383:22, in savings bank deposits of banks incorporated under the laws of the state of New Hampshire or in certificates of deposits and repurchase agreements of banks incorporated under the laws of the state of New Hampshire or in banks recognized by the state treasurer. At least yearly, the City Council shall review and adopt an investment policy for the investment of public funds in conformance with the provisions of applicable statutes. The significant sections of that policy are disclosed in Note 3.

Trust Funds

Under New Hampshire RSA 34:5, capital reserve funds of the City shall be invested only by deposit in some savings bank or in the savings department of a national bank or trust company, or in the shares of a cooperative bank, building and loan association, or federal savings and loan association, in this state or in bonds, notes or other obligations of the United States government, in bonds or notes of this state, in such stocks and bonds as are legal for investment by New Hampshire savings banks, or in participation units in the public deposit investment pool established pursuant to RSA 383:22 by the trustees of the trust funds.

Under New Hampshire RSA 31:27, the city trustees of trust funds may establish, maintain and operate one or more common trust funds, in which may be combined money and property belonging to the various trusts in their care, for the purpose of facilitating investments, providing diversification and obtaining reasonable income; provided however, that said common trust funds shall be limited to the investments authorized in RSA 31:25; provided further, that not more than \$10,000, or more than 10 percent of the fund whichever is greater of any town or city common trust funds shall be invested under RSA 31:25 in the obligations of any

one corporation or organization, excepting deposits in any federally or state-chartered bank or association authorized to engage in a banking business in this state, in credit unions in this state, or in obligations of the United States and of the state of New Hampshire and its subdivisions; or in participation units in the public deposit investment pool established pursuant to RSA 383:22, or in shares of open-ended mutual funds selected by the trustees for investment under RSA 31:25.

Under New Hampshire RSA 31:25, at least yearly, the trustees of trust funds shall review and adopt an investment policy for the investment of public funds in conformance with the provisions of applicable statutes. The significant sections of that policy are disclosed in Note 3.

E. Interfund Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due from/to other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans).

Advances between funds are offset by a fund balance reserve account in applicable governmental funds to indicate the portion not available for appropriation and not available as expendable financial resources.

Any residual balances between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

F. Inventories

Inventories are valued at cost using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when purchased rather than when consumed. No significant inventory balances were on hand in governmental funds.

G. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial individual cost of more than \$10,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets is included as part of the capitalized value of the assets constructed.

Property, plant and equipment of the primary government is depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	20 - 40
Building improvements	40
Building systems	15 - 24
Infrastructure	20 - 60
Water/sewer infrastructure	24 - 50
Vehicles	8 - 15
Office equipment	7 - 20
Computer equipment	5 - 10
Land improvements	15 - 20
Machinery and equipment	5 - 15
Books and collections	5

H. Compensated Absences

Depending on the union, employees may be compensated for unused amounts of sick leave earned prior to June 30, 1993, ranging from 25% to 75% of accumulated time. Effective June 30, 1993, all non-education employees are awarded sick leave at a rate of 10 days per year, which lapses at year end. Employees earn vacation leave as they provide services. Employees may carry over earned vacation days with some limitations (usually sixty days) and use compensatory time for unused balances upon termination with some limitations, usually 30 days.

All vested sick and vacation pay is accrued when incurred in the government-wide, proprietary and fiduciary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

During fiscal year 2002, the City began funding the current vested portion of vacation and sick time for non-enterprise fund employees by establishing a capital reserve fund. The balance in the fund as of June 30, 2005 was \$504,792. The vested portion attributable to enterprise fund employees has been recorded in the respective fund.

I. Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obli-

gations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets.

J. Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

K. Use of Estimates

The preparation of basic financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure for contingent assets and liabilities at the date of the basic financial statements, and the reported amounts of the revenues and expenditures/expenses during the fiscal year. Actual results could vary from estimates that were used.

L. Material Reclassifications

Certain investments were reclassified in the current year as cash and short-term investments due to their high liquidity.

2. Stewardship, Compliance and Accountability

A. Budgetary Information

The City Manager submits his proposed operating budget to the City Council on or before April 1. The operating budget includes proposed expenditures and the means of financing them. Annual budgets are adopted for the general fund, various special revenue funds, and proprietary funds. Public hearings are conducted to obtain comments on the proposed budget. The final budget must be adopted by June 15, but not earlier than seven days after a public hearing. A separate public hearing is held on the portion of the budget submitted by the School Committee.

The City Manager, with Council approval, may transfer budgeted amounts between non-school departments, and the head of the School Department may transfer budget amounts within the department. The City Council may, after public hearings, appropriate additional amounts. The City Council must designate the source of such funds except for emergency situations. All unencumbered appropriations, except those for capital expenditures or dedicated funds, lapse at the end of the fiscal year. Appropriation for capital expenditures remains in force for three years or until their purpose has been accomplished or abandoned.

B. Budgetary Basis

The General Fund final appropriation appearing on Budget and Actual page of the fund financial statements represents the final amended budget after all transfers and supplemental appropriations.

C. Budget/GAAP Reconciliation

The budgetary data for the general and special revenue funds is based upon accounting principles that differ from generally accepted accounting principles (GAAP). Therefore, in addition to the GAAP basis financial statements, the results of operations of the general fund and various special revenue funds are presented in accordance with budgetary accounting principles to provide a meaningful comparison with budgetary data.

The following is a summary of adjustments made to the actual revenues and other sources, and expenditures and other uses, to conform to the budgetary basis of accounting.

<u>General Fund</u>	<u>Revenues and other financing sources</u>	<u>Expenditures and other financing uses</u>	<u>Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses</u>
Revenues/Expenditures (GAAP basis)	\$ 64,457,915	\$ 63,150,018	\$ 1,307,897
Other financing sources/ uses (GAAP basis)	<u>9,599</u>	<u>676,085</u>	<u>(666,486)</u>
Subtotal (GAAP basis)	64,467,514	63,826,103	641,411
Adjust property tax revenue to accrual basis	57,115	-	57,115
Reverse beginning of year appropriation carryforwards from expenditures	-	(368,716)	368,716
Add end of year appro- priation carryforwards to expenditures	-	560,498	(560,498)
Net transfers	22,400	22,400	-
Reverse amortized debt	<u>-</u>	<u>(21,250)</u>	<u>21,250</u>
Budgetary Basis	\$ <u>64,547,029</u>	\$ <u>64,019,035</u>	\$ <u>527,994</u>

D. Excess of Expenditures Over Appropriations

Expenditures exceeded appropriations in the following areas:

Nonmajor Governmental Funds:

Special Revenue Funds:

School Alternative Education	\$ (10,993)
School Cafeteria	\$ (74,405)

Proprietary Funds:

Enterprise Funds:

Water Fund	\$ (32,407) (1)
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- (1) Results mainly from actual depreciation exceeding the budgeted amount due to newly-capitalized assets.

Internal Service Funds:

Fleet Management	\$ (37,340)
Workers' Compensation	\$ (68,328)

E. Deficit Fund Equity

The individual projects within the following funds had deficits as of June 30, 2005:

Nonmajor Governmental Funds:

Special Revenue Funds:

2005 CDBG - Entitlement	\$ (86,827) (A)
2003 Willand Pond	\$ (20,782) (A)
2000 Fire and Rescue Emergency Management	\$ (8,471) (A)
2005 Drug Task Force	\$ (3,528) (A)
2004 Police Youth Liaison	\$ (3,129) (A)
2002 Planning Illicit Discharge	\$ (2,506) (A)
2005 Wellness and Fitness Program	\$ (1,877) (A)

Capital Projects Funds:

CIP FY00	\$ (13,712) (B)
Cocheco River Dredge	\$ (330,772) (C)

The following fund had a deficit as of June 30, 2005:

Proprietary Fund:

Arena Fund	\$ (1,099,173) (B)
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- (A) The deficits in these funds will be eliminated through the future grant reimbursements.
- (B) The deficits in these funds will be eliminated through future departmental revenues and transfers from other funds.
- (C) The deficit will be funded by fees charged for placement of dredge spoils, temporarily financed by a bond anticipation note.

3. Cash and Investments

A. Custodial Credit Risk

Custodial credit risk for deposits is the risk that in the event of a bank failure, the deposits may not be returned. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g. broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party.

City Funds

The City's Investment Policy requires the use of security broker/dealers be based on creditworthiness (a minimum capital requirement of \$100,000,000 and at least five years of operation). Permitted investment per state law and the City's policy are US Government Obligations, New Hampshire Public Deposit Investment Pool (NHPDIP), Certificates of Deposits in New Hampshire banks and overnight Repurchase Agreements whose underlying securities consist of US Government Obligations, US Government Agency Obligations or State of NH Obligations. Financial institutions where funds are kept on deposit, in CDs or Repurchase Agreements must meet the following criteria:

- Minimum total assets of \$100 million.
- Minimum of an average rating by a bank rating service
- Minimum ratio of equity capital to total assets of 5%.
- Maximum ratio of non-performing assets to equity of 20%.

Full collateralization is required on non-negotiable CDs or overnight Repurchase Agreements. Repurchase Agreement collateral must consist of US Government Obligations, US Government Agency Obligations or State of NH Obligations.

Maximum maturity for an investment of City funds is six months.

As of June 30, 2005, the City's bank balance of \$34,980,635 was fully insured and collateralized, including \$10,195,841 in repurchase agreements held in underlying securities by the investment's counterparty, and in the name of the City.

Trust Funds

The Investment Policy of the City's Board of Trustees of the Trust Funds permits deposits and investments in:

- Deposits in savings banks or the savings department of a national bank or trust company in the state of New Hampshire or in the NHPDIP.

- Shares of a building and loan association or cooperative bank, incorporated and doing business under New Hampshire law.
- Shares of any federal savings and loan association, located and doing business in New Hampshire
- Certificates of deposits in New Hampshire
- Bonds, notes or other obligations of the US Government or the state, county, town, city, school district or water and sewer district.
- Stocks and bonds as are legal for investment by NH savings banks
- Shares of mutual funds or money market mutual funds.

Investment depositories must meet the following criteria:

- Minimum total assets of \$100 million.
- Minimum ratio of equity capital to total assets of 6%.
- Maximum ratio of non-performing assets to equity of 35%.
- Minimum of an average rating by a bank rating service.

The \$2,218,612 investments of the Trust Funds are all mutual funds, which are exempt from the rating and duration of time disclosure requirements.

B. Credit Risk

The City's Investment Policy and the Board of Trustees Investment Policy minimize credit risk by limiting investments to the safest types of securities as listed above, pre-qualifying institutions and diversifying the portfolio. In addition, they do not permit investments made with leveraging techniques, margin purchases or trading involving short selling.

The Board of Trustees' Investment Policy also addresses specific ratio analysis and financial parameters for investments in stocks, bonds and mutual funds. During fiscal year 2005 the trust investments were held in mutual funds. The mutual fund investment criteria are listed below:

- The fund is a no load, open-ended fund, and does not charge 12b-1 expenses.
- The fund is qualified for sale in the State of New Hampshire with the Securities Regulations Bureau of the NH Secretary of State.
- The fund is registered with the SEC.
- A prospectus is available to the trustees outlining the investment philosophy of the fund and the major holdings in the fund.
- The fund has a Morningstar rating of four stars or better.
- The fund can invest in equities or bonds or both.
- Price/Earnings & Price/Book ratios should be reasonable within the given market conditions and sectors.
- If the fund invests mainly in fixed income securities or is mixed with equities, the average credit quality of the fixed income securities should be A or higher.
- No investment shall be made into high yield bond funds.

C. Concentration of Credit Risk

City Funds

The City's Investment Policy limits its exposure to concentration credit risk by limiting the types of investment securities that it holds to US Government Obligations and by splitting its short term deposits between financial institutions that fully collateralize them and the NHPDIP that also collateralizes the deposits and fully insures them.

Trust Funds

It is the policy of the Trustees that common investments shall be diversified to eliminate the risk of loss resulting from over-concentration of assets in a specific maturity, industry or specific issuer. The Trustees' concentration of credit risk policy is as follows:

- No more than 10% of the portfolio (cost basis including cash and investments) shall be invested in the obligations of any one entity, corporation or organization exclusive of U.S. government or agency obligations. A mutual fund will be considered one entity.
- No more than 20% (cost basis) shall be invested in any one sector.
- About 10% of the portfolio should be kept in more liquid money market accounts.

D. Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates.

City Funds

The City minimizes the risk that the market value of securities will fall due to changes in general interest rates by structuring the portfolio so securities mature to meet the cash requirements for on-going operations thus avoiding the need to sell securities on the open market prior to maturity. The policy also provides for investing primarily in shorter-term securities, including the local government investment pool.

Trust Funds

The Trust recognizes that investment risks can result from issuer defaults, market price changes or various technical complications leading to temporary loss of liquidity. Portfolio diversification is to be employed as a way to control risk. The Treasurer is expected to use prudence in the selection of securities as a way to minimize default risk. No individual investment transaction shall be undertaken that jeopardizes the total capital position of the specific issuer. The Treasurer shall review and, if appropriate, proceed to liquidate any securities having comparable credit risks.

Information about the sensitivity of the fair values of the Trust's investments to market interest rate fluctuations is not provided, since all investments are held in mutual funds.

E. Foreign Currency Risk

Specific investment in foreign securities is not permitted by either the City or Board of Trustees Investment Policies. Mutual Funds held by the Board of Trustees may have insignificant holdings in foreign securities.

The City and Board's policies also outline other specific investment criteria and are available for review at www.ci.dover.nh.us.

4. Taxes Receivable

The City bills property taxes semi-annually, in October and April of the following year. Property tax revenues are recognized in the fiscal year for which taxes have been levied to the extent that they become available, i.e., due or receivable within the current fiscal year and collected within the current period or within 60 days of year-end.

Property taxes are due no earlier than December 1 and June 1, of the following year and must be due at least 30 days after bills are mailed. At the time of the tax lien, which the City usually places within 60 to 90 days after the second due date, a lien is recorded on the property at the Registry of Deeds. If the property taxes are not paid (redeemed) within two years and one day of the tax lien date, the property could be conveyed to the City by deed and subsequently sold at public auction or sealed bid.

The City annually budgets an amount (overlay for abatements) for property tax abatements and refunds. All abatements and refunds are charged to overlay. Prior to fiscal year 1996, the City was funding all abatement out of the current year appropriation regardless of the levy of the tax. During fiscal year 1996, the City began matching property tax abatements for individual levy years, with the tax revenue earned by the individual levy years.

Taxes receivable at June 30, 2005 are comprised of (in thousands):

Unredeemed taxes:	
Levy of 2005	\$ 1,624
Levy of 2004	218
Levy of 2003	96
Allowance for abatements	(27)
Subtotal	1,911
Other taxes:	
Other miscellaneous taxes	24
Total	\$ <u>1,935</u>

5. Intergovernmental Receivables

Intergovernmental receivables of \$300,758 reported in the general fund represents tuition revenue received from area school districts in July and August 2005. The balance of \$1,462,960 reported in the nonmajor governmental funds represents amounts to be received on various expenditure driven grants.

The New Hampshire Department of Environmental Services annually reimburses the City for a portion of the principal and interest payments on Sanitary Sewer Fund bonds. The reimbursement is based upon the amount of the State's participation in the original sewer project. The amount due from the State in future years is as follows:

Fiscal Year Ended <u>June 30</u>	Reimbursement For		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2006	\$ 829,603	\$ 375,210	\$ 1,204,813
2007	829,602	320,070	1,149,672
2008	829,602	264,352	1,093,954
2009	<u>829,602</u>	<u>208,340</u>	<u>1,037,942</u>
Subtotal	3,318,409	1,167,972	4,486,381
2010-2012	<u>2,481,867</u>	<u>287,256</u>	<u>2,769,123</u>
Total	\$ <u>5,800,276</u>	\$ <u>1,455,228</u>	\$ <u>7,255,504</u>

In the Sewer Enterprise fund the City has accrued \$180,358 of interest due in fiscal year 2006, along with all principal as Intergovernmental Receivables at June 30, 2005.

6. Loans Receivable

Loans receivable of \$576,220 in nonmajor governmental funds represent the uncollected balance of community development loans.

7. Interfund Fund Receivables, Payables, and Transfers

The City maintains self-balancing funds; however, most cash transactions flow through the general fund. In order to obtain accountability for each fund, interfund receivable and payable accounts must be utilized. The amount payable to the general fund from Arena relates to cash flow hardship, and is not scheduled to be collected in the subsequent year. The following is an analysis of the June 30, 2005 balances in interfund receivable and payable accounts:

<u>Fund</u>	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>	<u>Advance To Other Funds</u>	<u>Advance From Other Funds</u>
General Fund	\$ -	\$ 23,092,860	\$ 1,897,034	\$ -
Nonmajor Gov't'l Funds	14,218,132	1,856,572	-	-
Major Proprietary Funds:				
Enterprise Funds:				
Water	2,295,180	-	-	-
Sewer	6,219,240	-	-	-
Arena	16,275	-	-	1,897,034
DBIDA	-	63,031	-	-
Nonmajor Proprietary Funds:				
Internal Service Funds	885,319	-	-	-
Fiduciary Funds:				
Agency Funds	823,616	-	-	-
Private Purpose Funds	<u>554,701</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	\$ <u>25,012,463</u>	\$ <u>25,012,463</u>	\$ <u>1,897,034</u>	\$ <u>1,897,034</u>

Interfund transfers are used to move unrestricted general fund revenues to finance various programs that the City must account for in other funds in accordance with budgetary authorizations, including amounts provided as subsidies or matching funds for various grant programs.

The following is an analysis of interfund transfers:

	<u>Transfer In</u>		
	<u>General Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
<u>Transfer out</u>			
General Fund	\$ -	\$ 676,085	\$ 676,085
Water Fund	6,500	-	6,500
Sewer Fund	<u>3,099</u>	<u>-</u>	<u>3,099</u>
Total	\$ <u>9,599</u>	\$ <u>676,085</u>	\$ <u>685,684</u>

8. Capital Assets

Capital asset activity for the year ended June 30, 2005 was as follows (in thousands):

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital assets, being depreciated:				
Buildings and improvements	\$ 58,356	\$ 4,907	\$ (123)	\$ 63,140
Machinery, equipment, and furnishings	20,697	1,475	(171)	22,001
Infrastructure	<u>46,746</u>	<u>3,782</u>	<u>-</u>	<u>50,528</u>
Total capital assets, being depreciated	125,799	10,164	(294)	135,669

(continued)

(continued)

	Beginning Balance	Increases	Decreases	Ending Balance
Less accumulated depreciation for:				
Buildings and improvements	(19,880)	(1,369)	93	(21,156)
Machinery, equipment, and furnishings	(9,727)	(1,439)	161	(11,005)
Infrastructure	(30,146)	(1,603)	-	(31,749)
Total accumulated depreciation	(59,753)	(4,411)	254	(63,910)
Total capital assets, being depreciated, net	66,046	5,753	(40)	71,759
Capital assets, not being depreciated:				
Land	10,334	627	-	10,961
Construction in progress	12,747	6,952	(8,873)	10,826
Total capital assets, not being depreciated	23,081	7,579	(8,873)	21,787
Governmental activities capital assets, net	\$ 89,127	\$ 13,332	\$ (8,913)	\$ 93,546
	Beginning Balance	Increases	Decreases	Ending Balance
Business-Type Activities:				
Capital assets, being depreciated:				
Buildings and improvements	\$ 39,470	\$ 416	\$ -	\$ 39,886
Machinery, equipment, and furnishings	5,875	1,292	-	7,167
Infrastructure	41,745	6,849	-	48,594
Total capital assets, being depreciated	87,090	8,557	-	95,647
Less accumulated depreciation for:				
Buildings and improvements	(13,678)	(1,173)	-	(14,851)
Machinery, equipment, and furnishings	(3,696)	(348)	-	(4,044)
Infrastructure	(14,802)	(923)	-	(15,725)
Total accumulated depreciation	(32,176)	(2,444)	-	(34,620)
Total capital assets, being depreciated, net	54,914	6,113	-	61,027
Capital assets, not being depreciated:				
Land	2,037	-	-	2,037
Construction in progress	7,168	3,255	(8,231)	2,192
Total capital assets, not being depreciated	9,205	3,255	(8,231)	4,229
Business-type activities capital assets, net	\$ 64,119	\$ 9,368	\$ (8,231)	\$ 65,256
Depreciation expense was charged to functions of the City as follows (in thousands):				
Governmental Activities:				
General government			\$ 24	
Public safety			294	
Public works			2,204	
Education			1,402	
Culture and recreation			485	
Human services			2	
Total depreciation expense - governmental activities			\$ 4,411	
Business-Type Activities:				
Water			\$ 602	
Sewer			1,700	
Arena			142	
Total depreciation expense - business-type activities			\$ 2,444	

Construction Commitments:

Active construction in progress at June 30, 2005 and commitments outstanding consist of the following:

<u>Governmental Activities</u>	<u>Construction in Progress</u>	<u>Remaining Commitments</u>
Tolend Road landfill closure	\$ 6,899,815	\$ 8,172
PW - Cocheco dredge cell	2,403,854	358,942
City hall improvements	252,703	7,425
School - Garrison sch fac impr	248,530	108,789
McConnell bldg improvements	205,653	287,297
Recr - Butterfield gym improvements	156,463	2,600
School - Woodman park interior	146,825	-
PW - Glenwood Ave. improvements	127,232	2,279
PW - Broadway drainage	99,246	5,365
TIP - Multi use trail/Bellamy park	72,993	67,114
PW - Snow removal equipment	53,894	-
School - Horne St. sch fac impr	31,957	2,500
School - Dover middle sch fac impr	24,168	-
School - Dover high sch fac impr	23,697	17,151
TIP - Downtown transit loop	23,595	1,600
PW - Storm water management	21,990	-
F&R - South end bay addition	11,960	328,040
Other projects	<u>21,542</u>	<u>430,399</u>
Total Governmental Activities	\$ <u>10,826,117</u>	\$ <u>1,627,673</u>
<u>Business-Type Activities</u>	<u>Construction in Progress</u>	<u>Remaining Commitments</u>
Sewer - WWTP UV unit upgrade	\$ 1,014,822	\$ 41,094
Sewer - WWTP blower building	427,090	3,695
Sewer - Pump station upgrade	254,800	156,227
Water - Bouchard well & treatment plant	142,793	59,000
DBIDA building lease - project 2	140,979	-
Sewer - Pump station equip replacement	85,479	678,437
DBIDA Enterprise park - road project	24,930	359,000
Sewer - SCADA remote monitoring	22,244	160,598
Sewer - Varney br forcemain redesign	18,294	76,206
Sewer - Durham Road rehab	14,769	10,802
Sewer - WWTP buildings	13,270	-
Other projects	<u>32,813</u>	<u>149,037</u>
Total Business Type Activities	\$ <u>2,192,283</u>	\$ <u>1,694,096</u>

9. Accounts Payable

Accounts payable represents fiscal year 2005 invoices paid in the subsequent fiscal year.

10. Accrued Liabilities

Accrued liabilities in the general fund represents salaries earned but unpaid to City and School employees at year-end.

11. Deferred Revenue

Governmental funds report *deferred revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period.

The balance of the General Fund deferred revenues account is equal to the sum of all delinquent taxes at June 30, 2005 less property and unredeemed tax collections for the subsequent 60 days.

12. Note Payable

The City had a \$400,000 bond anticipation note for the Dredge Spoils Cell outstanding at June 30, 2005, which was issued on June 15, 2005 with interest rate of 2.934% and maturity date of June 15, 2006. The following summarized activity in notes payable in fiscal year 2005:

	Balance Beginning of Year	New Issues	Maturities	Balance End of Year
Bond anticipation note	\$ <u>1,470,000</u>	\$ <u>400,000</u>	\$ <u>(1,470,000)</u>	\$ <u>400,000</u>

13. Long-Term Debt

A. Long-Term Debt Supporting Governmental Activities

General obligation bonds, issued by the City for various municipal projects, are approved by City Council and repaid with property taxes recorded in the General Fund. Compensated absences are repaid from the funds that the costs relate to, mostly general fund, and also water, sewer, arena, internal service, and other special revenue funds.

B. General Obligation Bonds

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both governmental and business-type activities.

The City has not issued any revenue bonds. The bonds reported in the business-type activities are repaid from business-type activities' revenues. General obligation bonds currently outstanding are as follows:

<u>Description</u>	<u>Original Issue Amount</u>	<u>Rate</u>	<u>Maturity Date</u>	<u>Balance</u>
Bonds Payable:				
Public improvements 1990	\$ 4,414,280	6.9325% (1)	01/15/06	\$ 270,000
Public improvements 1991	2,722,500	6.6354% (1)	08/15/06	290,000
WWTP-State guaranteed 1991	10,500,000	6.6983% (1)	07/15/11	3,675,000
WWTP-State guaranteed 1991	7,300,000	6.5746% (1)	01/15/12	2,555,000
WWTP-State guaranteed 1992	450,000	5.5966% (1)	01/15/12	150,000
Public improvements 1993	1,188,338	5.4153%	08/15/08	320,000
Public improvements 1994	3,043,000	5.6100% (1)	08/15/09	875,000
Public improvements 1995	3,356,711	5.3259% (1)	08/15/10	1,250,000
Public improvements 1996	3,885,092	5.6554% (1)	08/15/11	1,510,000
Energy conservation 1996	875,055	5.4059% (1)	01/15/12	267,430
Public improvements 1997	1,002,327	4.8400%	08/15/12	425,000
Public improvements 1999	4,137,500	4.1900%	01/15/13	2,205,000
Public improvements 1999	2,179,901	5.5100%	01/15/15	1,430,000
New Middle School 1999	15,741,027	5.5800%	01/15/20	10,037,122
Public improvements 2001	22,991,400	4.4506%	06/15/21	16,995,000
Public improvements 2002	2,240,600	4.2300%	06/15/22	1,810,000
Public improvements 2003	14,280,000	3.1668%	06/15/24	12,645,000
Public improvements 2004	9,816,000	4.1148%	06/15/25	9,745,000
Public improvements 2005	10,740,000	3.8405%	06/15/26	<u>10,740,000</u>
Total bonds payable				77,194,552
Other Long-Term Debt:				
State revolving loan - Tolend landfill	1,271,357	3.5625%	09/01/13	<u>762,814</u>
Total Long-Term Debt				<u>\$ 77,957,366</u>

(1) Refinanced, original NIC reflected.

C. Future Debt Service

The annual principal and interest payments to retire all general obligation long-term debt outstanding as of June 30, 2005 are as follows:

<u>Governmental</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2006	\$ 4,486,607	\$ 2,045,848	\$ 6,532,455
2007	4,622,087	1,952,113	6,574,200
2008	4,383,838	1,850,133	6,233,971
2009	4,278,954	1,750,734	6,029,688
2010	4,101,359	1,656,711	5,758,070
2011 - 2015	17,324,257	7,123,854	24,448,111
2016 - 2020	9,808,834	5,660,425	15,469,259
2021 - 2025	2,700,000	355,450	3,055,450
2026 - 2030	<u>220,000</u>	<u>9,240</u>	<u>229,240</u>
Total	<u>\$ 51,925,936</u>	<u>\$ 22,404,508</u>	<u>\$ 74,330,444</u>

<u>Business-Type</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2006	\$ 2,596,490	\$ 1,191,952	\$ 3,788,442
2007	2,476,490	1,063,705	3,540,195
2008	2,449,490	944,029	3,393,519
2009	2,424,490	824,137	3,248,627
2010	2,419,490	705,434	3,124,924
2011 - 2015	8,280,980	2,056,145	10,337,125
2016 - 2020	4,544,000	726,985	5,270,985
2021 - 2025	805,000	74,008	879,008
2026 - 2030	<u>35,000</u>	<u>1,470</u>	<u>36,470</u>
Total	\$ <u>26,031,430</u>	\$ <u>7,587,865</u>	\$ <u>33,619,295</u>

The City's proprietary fund future debt service is partially funded by the state, as described in Note 5. The governmental future debt service relating to school construction is partially funded by the New Hampshire Department of Education School Building Aid, which is annually appropriated by the state.

D. Bond Authorizations

Long-term debt authorizations which have not been issued or rescinded as of June 30, 2005 are as follows:

<u>Purpose</u>	<u>Date Authorized</u>	<u>Amount</u>
DBIDA road project	2002/2003	\$ 400,000
Public improvements 2004	2002/2003	2,500,000
City Hall heating system	2002/2003	129,000
Dredge waste well	2002/2003	400,000
Public improvements 2005	2003/2004	1,000,000
Public improvements 2006	2004/2005	4,093,000
Enterprise park buildings	2004/2005	<u>4,000,000</u>
Total		\$ <u>12,522,000</u>

E. Maximum Debt Limit

The City is subject to state law which limits debt outstanding to a percentage (depending on how funds will be used) of its last full state valuation. Debt incurred for state required sewerage systems is not subject to the limit. The following is a summary, by purpose, of the outstanding debt of the City at June 30, 2005 and related limitations. These limits are based on the tax year 2004 base valuations for debt limits of \$2,634,930,749 provided by the State Department of Revenue Administration.

<u>Purpose</u>	<u>Percent of State Assessed Value</u>	<u>Maximum Debt Limit</u>	<u>Applicable Bonds Outstanding at June 30, 2005</u>
Municipal	3%	\$ 79,047,922	\$ 30,306,430
School	7%	184,445,152	20,943,122
Water	10%	263,493,075	7,788,000
DBIDA	-	4,000,000 *	1,115,000
Not subject to limitation	-	-	<u>17,804,814</u>
Total			\$ <u>77,957,366</u>

* Debt limit is set by special legislation.

F. Changes in General Long-Term Liabilities

During the year ended June 30, 2005, the following changes occurred in long-term liabilities (in thousands):

	<u>Total Balance 7/1/04</u>	<u>Additions</u>	<u>Reductions</u>	<u>Total Balance 6/30/05</u>	<u>Current Portion</u>	<u>Equals Long-Term Portion 6/30/05</u>
<u>Governmental Activities</u>						
Claims liability	\$ 481	\$ 203	\$ (180)	\$ 504	\$ (240)	\$ 264
Bonds payable	47,626	8,520	(4,220)	51,926	(4,487)	47,439
Other:						
Compensated absences	3,514	281	(708)	3,087	(179)	2,908
Liability for hazardous waste-site cleanup	<u>11,016</u>	<u>2,794</u>	<u>-</u>	<u>13,810</u>	<u>-</u>	<u>13,810</u>
Totals	\$ <u>62,637</u>	\$ <u>11,798</u>	\$ <u>(5,108)</u>	\$ <u>69,327</u>	\$ <u>(4,906)</u>	\$ <u>64,421</u>

	<u>Total Balance 7/1/04</u>	<u>Additions</u>	<u>Reductions</u>	<u>Total Balance 6/30/05</u>	<u>Current Portion</u>	<u>Equals Long-Term Portion 6/30/05</u>
<u>Business-Type Activities</u>						
Bonds payable	\$ 26,279	\$ 2,220	\$ (2,468)	\$ 26,031	\$ (2,596)	\$ 23,435
Other:						
Compensated absences	<u>115</u>	<u>55</u>	<u>(9)</u>	<u>161</u>	<u>(161)</u>	<u>-</u>
Totals	\$ <u>26,394</u>	\$ <u>2,275</u>	\$ <u>(2,477)</u>	\$ <u>26,192</u>	\$ <u>(2,757)</u>	\$ <u>23,435</u>

14. Landfill Closure and Postclosure Care Costs

The City owned and operated a 55-acre landfill on Tolend Road from 1960 to 1979. On September 10, 1991, the Environmental Protection Agency issued a Record of Decision (ROD) on the closure of the site, including the City as a Potentially Responsible Party (PRP). The estimated cost of the original ROD for closure and post closure maintenance was \$34,612,296. The City's was responsible for 42.68% of the costs. The City negotiated its preliminary share at \$8,166,666 of the first \$20 million. Thirty-two PRPs made final settlement

on all costs related to the closure with EPA. Based on this information, the City established an estimated \$11,016,013 liability for its share of the capping and management of mitigation costs.

The City funded and paid its share of the capping design of \$1,257,357. The City also funded the ongoing project costs over the years with \$2,213,142 in transfers from operational funds, \$2,900,000 from bond authorizations (including \$500,000 from this bond) and \$1,237,229 from various sources including state aid, insurance proceeds and a payment from the Town of Madbury.

The City entered negotiations with the EPA and the State of New Hampshire Department of Environmental Services to implement an alternative to the closure capping. The new technique involves an air sparging trench along the down gradient edge of the landfill which will treat contaminated ground water. This alternative carries significant savings versus conventional capping. The City received approval for a pilot program to determine the effectiveness of this method. As a result, the City received a four-year deferral of the capping requirement from EPA.

An Amended Record of Decision (AROD) from EPA was issued on September 30, 2004 to accept the alternative closure method with an estimated cost of \$19,393,859, including post closure maintenance. The City's new liability is \$8,277,298 for the alternative closure method using the same cost sharing percentage. Of this total, \$6,773,688 relates to the closure and \$1,503,610 relates to post closure maintenance. The City has not signed the AROD.

The liability reflected at June 30, 2005 of \$13,809,960 relates to the original ROD for the capping and maintenance costs of the landfill. This is an increase of \$2,793,947 over the previous estimate and is reported as an extraordinary item. It is made up of the City's share of capping expenses and post-closure maintenance costs of \$14,809,960 less an estimated \$1,000,000 in in-kind gravel contribution.

15. Restricted Net Assets

The accompanying entity-wide financial statements report restricted net assets when external constraints from grantors or contributors are placed on net assets.

16. Reserves of Fund Equity

"Reserves" of fund equity are established to segregate fund balances which are either not available for expenditure in the future or are legally set aside for a specific future use.

The following types of reserves are reported at June 30, 2005:

Reserved for Encumbrances - An account used to segregate that portion of fund balance committed for expenditure of financial resources upon vendor performance.

Reserved for Advances - An account used to segregate a portion of fund balance to indicate that advances to other funds, although a component of assets, do not represent available spendable resources.

Reserved for Specific Purposes - Represents the amount of fund balance committed for debt service in subsequent years.

17. Commitments and Contingencies

Outstanding Lawsuits - There are several pending lawsuits in which the City is involved. The City's management is of the opinion that the potential future settlement of such claims would not materially affect its financial statements taken as a whole.

Grants - Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount of expenditures which may be disallowed by the grantor cannot be determined at this time, although the City expects such amounts, if any, to be immaterial.

18. Post-Employment Health Care

The City pays toward the cost of health care benefits for certain qualified retirees enrolled at the time of retirement and their eligible dependents (Retiree Group). The City will also pay toward the cost of health care benefits for certain current employees and eligible dependents upon retirement. Normal retirement age for Group I (City employees) is age 60 and for Group II (Police & Fire) is age 45 per the provisions of the New Hampshire Retirement System (NHRS).

Current retirees have their health care benefit cost paid by the City if they retired while enrolled in the City's Group Health Insurance Program and had a minimum of 20 years of continuous creditable service with the City. Current employees are eligible for City cost participation when they retire only if they meet the same enrollment and service criteria and were hired on or before May 30, 2000, depending on the bargaining unit.

Employees who retire from the City under the NHRS and participated in the City's Group Health Insurance Program at the time of retirement, but who are not eligible for any city retiree health care benefit cost coverage may also join

the Retiree Group. Coverage will continue for themselves and their eligible dependents at their own expense in accordance with state statute (NH RSA 100-A:50).

The retiree health care benefit cost to the City is lessened by subsidies received by retirees from the NHRS. Health care benefit costs are reduced significantly upon a retiree or their dependents attaining the age of 65, at which time they become eligible for Medicare and are changed to a Medicare supplement plan.

During fiscal years 2005 and 2004, the total Retiree Group health care benefit costs were as follows:

	<u>2005</u>	<u>2004</u>
Total Retiree health care costs	\$ 846,600	\$ 752,962
Less: NHRS subsidies and retiree health withholding	476,552	438,898
Less: Self pay by retirees	<u>35,801</u>	<u>37,521</u>
Net Retiree Health Cost to City	<u>\$ 334,247</u>	<u>\$ 276,543</u>

As of June 30, 2005 and 2004, there were 49 retirees in the Retiree Group that the net health care benefit costs are paid by the City and 9 retirees that paid their own health care benefit costs through the City.

19. Self-Insurance

The City is a self-insurer of workers' compensation for all City employees, contracting with an insurance carrier for excess liability coverage. Under the terms of its insurance coverage, the City is liable for \$400,000 per incident. The insurer's limit of liability is \$3,000,000. The City does not carry any aggregate insurance. Funding of the workers' compensation internal service fund is through charges levied to the general, special revenue and enterprise funds.

Claims Liability

The following represents changes in the Workers' Compensation Claims Liability:

	<u>Year Ended June 30, 2005</u>	<u>Year Ended June 30, 2004</u>
Unpaid claims, beginning of fiscal year	\$ 480,580	\$ 390,372
Claims incurred (including IBNRs)	203,664	413,433
Claims paid	<u>(179,902)</u>	<u>(323,225)</u>
Unpaid claims, end of fiscal year	<u>\$ 504,342</u>	<u>\$ 480,580</u>

The City adopted a policy to maintain 100% funding for an actuarially determined claims liability based on a 65% confidence level. Out of \$504,342 claims liability as of June 30, 2005, \$240,000 is due within one year.

20. Risk Management

The government is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the government carries commercial insurance. There were no significant reductions in insurance coverage from the previous year and have been no material settlements in excess of coverage in any of the past three fiscal years.

21. Pension Plan

The City follows the provisions of GASB Statement No. 27, *Accounting for Pensions for State and Local Government Employees*, with respect to the employees' retirement funds.

A. Plan Description

The City contributes to the New Hampshire Retirement System (the "System"), a cost-sharing, multiple-employer defined benefit pension plan administered by the state retirement board. The System provides retirement, disability and death benefits to plan members and beneficiaries. Revised Statutes Annotated 100-A41-a of New Hampshire Law assigns the system the authority to establish and amend benefit provisions of the plan and grant cost-of-living increases. The System issues a publicly available financial report which can be obtained through the New Hampshire Retirement System at 4 Chenell Drive, Concord, New Hampshire 03301-8509.

B. Funding Policy

Plan members are required to contribute between 5% and 9.30% of annual covered compensation to the pension plan which is statutory-determined. The City makes annual contributions to the pension plan equal to the amount required by Revised Statutes Annotated 100-A: 16, and range from 2.64% to 13.44% of covered compensation. The System establishes the employers' contributory rate every two years.

Contributions to the System were as follows:

<u>Year Ended</u>	<u>The City</u>	<u>Plan Members</u>	<u>Total</u>
2005	\$ 1,713,819	\$ 1,919,101	\$ 3,632,920
2004	1,655,035	1,865,872	3,520,907
2003	1,133,880	1,786,910	2,920,790
2002	1,020,217	1,609,822	2,630,039
2001	972,117	1,502,795	2,474,912

22. Beginning Net Assets Restatement

The beginning (July 1, 2004) net assets on government-wide financial statements have been restated as follows:

	<u>Governmental Activities</u>
As previously reported	\$ 50,461,413
School capital assets adjustment	(<u>4,108,303</u>)
As restated	\$ <u>46,353,110</u>

Combining Financial Statements

Nonmajor Governmental Funds

SPECIAL REVENUE FUNDS

Special Revenue Funds are established to account for resources obtained and expended for specified purposes and restricted by law or local action.

Special Revenue Funds are established for the following purposes:

- Community Development Fund - To account for grant proceeds received from the U.S. Dept. of Housing and Urban Development under the Community Development Block Grant (CDBG) program and the related program and sub-grant expenditures.
- Housing Rehabilitation Loan Fund - To account for loans given to low and moderate income individuals for the purpose of improving their private dwellings.
- Economic Development Loan Fund - To account for loans given to small business for the purpose of business establishment or expansion.
- Police DOJ Fund - To account for grant proceeds from the U.S. Dept. of Justice for various drug and alcohol awareness and prevention programs.
- Homeland Security Fund - To account for grant proceeds from the U.S. Dept. of Homeland Security for equipment purchases.
- Police DHA Fund - To account for funds received from the Dover Housing Authority for payment toward funding a Police Office presence at their housing area.
- Police DOT Fund - To account for grant proceeds from the U.S. Dept. of Transportation for various driving safety programs.
- Police Tobacco Fund - To account for grant proceeds for various tobacco awareness and prevention programs.
- Emergency Management Fund - To account for grant proceeds from the U.S. Federal Emergency Management Agency for preparation for major disasters.
- DOI Fund - To account for grant proceeds from the U.S. Dept. of Interior for various programs.
- EPA Fund - To account for grant proceeds from the U.S. Environmental Protection Agency for various programs.

- Youth Training Fund - To account for grant proceeds for various youth job training programs.
- School Cafeteria Fund - To account for cafeteria operations of the Dover School system, including reimbursement from the U.S. Dept. of Education and receipt of U.S. Dept. of Agriculture food commodities.
- School Federal Aid Fund - To account for grants received from the U.S. Dept. of Education for various programs supporting School operations.
- School Special Programs Fund - To account for Healthy Universal Beginnings program and ancillary education programs supported by the Dover School system and funded mainly by non-federal grants.
- Dover Main Street Fund - To account for the expenditures related to the Main Street Program, reimbursed by Dover Main Street, Inc.
- Planning Improvements Fund - To account for the funds received pursuant to Planning Board conditions for approval and held for related offsite improvements or other expenditures.
- Parking Activity Fund - To account for revenues of all parking lots, leased parking spaces and metered parking and expenditures of enforcement, lighting and snow removal.
- Police Special Fund - To account for forfeiture proceeds and special investigative expenditures.
- Conservation Fund - To account for the proceeds of current use (land change) penalties and the purchase of land or easements for conservation purposes.
- Residential Solid Waste Fund - To account for revenue from the sale of garbage bags and waste tags to local outlets for resale to the public and the expenditures of residential solid waste pickup and disposal.
- McConnell Center Fund - To account for the operations and maintenance of the McConnell Center facility and revenues from the leasing of space to 501(c)3 organization and City and State organizations.
- Recreation Programs Fund - To account for the revenue and expenditures of self-supporting recreational programs.
- Recreation Field Maintenance Fund - To account for 10% of the proceeds of the sale of the City gravel for use to maintain recreation fields.
- Library Fines Fund - To account for revenue assessed on late return of books for use to purchase books, periodicals, etc. for the Public Library.

- Tuition Programs Fund - To account for the revenue and expenditures for Dover School supported Dover Adult Learning Center and Summer Sessions.
- Vocational Center Fund - To account for revenues and expenditures of minor programs of the Dover High School's Regional Vocational Education Center.
- School Alternative Education Fund - To account for the revenues and expenditures of the Alternative Education Center of the Dover High School.
- School Facilities Fund - To account for gate receipts used toward the cost of facility maintenance and upgrades.
- Other Special Revenue Funds - To account for revenues and expenditures associated with various special revenue funds, formally classified as trusts under the "Pre-GASB 34" reporting model.

CAPITAL PROJECT FUNDS

- CIP FY06 - To account for the revenue from bond and loan proceeds, capital reserve transfers and federal and state grant funding and the related expenditures for authorized projects contained within Fiscal Year 2006 of the Capital Improvements Program.
- CIP FY05 - To account for the revenue from bond and loan proceeds, capital reserve transfers and federal and state grant funding and the related expenditures for authorized projects contained within Fiscal Year 2005 of the Capital Improvements Program.
- CIP FY04 - To account for the revenue from bond and loan proceeds, capital reserve transfers and federal and state grant funding and the related expenditures for authorized projects contained within Fiscal Year 2004 of the Capital Improvements Program.
- CIP FY03 - To account for the revenue from bond and loan proceeds, capital reserve transfers and federal and state grant funding and the related expenditures for authorized projects contained within Fiscal Year 2003 of the Capital Improvements Program.
- CIP FY02 - To account for the revenue from bond and loan proceeds, capital reserve transfers and federal and state grant funding and the related expenditures for authorized projects contained within Fiscal Year 2002 of the Capital Improvements Program.

- CIP FY01 - To account for the revenue from bond and loan proceeds, capital reserve transfers and federal and state grant funding and the related expenditures for authorized projects contained within Fiscal Year 2001 of the Capital Improvements Program.
- CIP FY00 - To account for the revenue from bond and loan proceeds, capital reserve transfers and federal and state grant funding and the related expenditures for authorized projects contained within Fiscal Year 2000 of the Capital Improvements Program.
- Tolend Road Landfill Closure - To account for the revenue from bond and loan proceeds, insurance proceeds, and federal and state grant funding and the related expenditures for the design and construction costs of the closure of a landfill containing hazardous waste.
- Cocheco River Dredge - To account for the revenue from bond anticipation note proceeds and revenue from the placement of dredge spoils and the related expenditures for the design, construction and closure costs of a dredge spoils cell for the Cocheco River.
- Recreation Field Construction - To account for the revenue from the sale of gravel and the related expenditures for authorized recreation or other qualified projects.

CITY OF DOVER, NEW HAMPSHIRE

Non-Major Governmental Funds

Combining Balance Sheet
June 30, 2005

	Special Revenue Funds			
	Community Development <u>Fund</u>	Housing Rehab <u>Loan Fund</u>	Economic Development <u>Loan Fund</u>	Police DOJ <u>Fund</u>
<u>ASSETS</u>				
Cash and short-term investments	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	-
Departmental receivable	-	-	-	-
Intergovernmental receivables	127,838	-	-	81,912
Loans receivable	-	180,433	395,787	-
Due from other funds	-	190,965	31,860	-
Inventory	-	-	-	-
Total Assets	<u>\$ 127,838</u>	<u>\$ 371,398</u>	<u>\$ 427,647</u>	<u>\$ 81,912</u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable	\$ 5,476	\$ 3,251	\$ 644	\$ -
Accrued liabilities	4,319	-	-	13,459
Retainage payable	-	-	-	-
Deferred revenue	-	180,435	395,787	-
Due to other funds	127,836	-	-	43,977
Notes payable	-	-	-	-
Compensated absences	-	-	-	-
Total Liabilities	137,631	183,686	396,431	57,436
Fund Balances:				
Reserved for encumbrances	122,593	59,999	-	-
Reserved for inventory	-	-	-	-
Unreserved:				
Undesignated, reported in:				
Special revenue fund	(132,386)	127,713	31,216	24,476
Capital projects fund	-	-	-	-
Total Fund Balances	<u>(9,793)</u>	<u>187,712</u>	<u>31,216</u>	<u>24,476</u>
Total Liabilities and Fund Balances	<u>\$ 127,838</u>	<u>\$ 371,398</u>	<u>\$ 427,647</u>	<u>\$ 81,912</u>

Special Revenue Funds

Homeland Security Fund	Police DHA Fund	Police DOT Fund	Police Tobacco Fund	Emergency Management Fund
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
66,751	21,986	9,086	4,202	47,894
-	-	-	388	-
-	-	-	-	-
<u>\$ 66,751</u>	<u>\$ 21,986</u>	<u>\$ 9,086</u>	<u>\$ 4,590</u>	<u>\$ 47,894</u>
\$ 2,256	\$ -	\$ -	\$ 215	\$ 1,327
-	1,931	1,503	648	-
-	-	-	-	-
-	-	-	-	-
41,121	19,073	7,690	-	27,688
-	-	-	-	-
-	-	-	-	-
<u>43,377</u>	<u>21,004</u>	<u>9,193</u>	<u>863</u>	<u>29,015</u>
24,157	-	-	-	-
-	-	-	-	-
(783)	982	(107)	3,727	18,879
-	-	-	-	-
<u>23,374</u>	<u>982</u>	<u>(107)</u>	<u>3,727</u>	<u>18,879</u>
<u>\$ 66,751</u>	<u>\$ 21,986</u>	<u>\$ 9,086</u>	<u>\$ 4,590</u>	<u>\$ 47,894</u>

(continued)

(continued)

	Special Revenue Funds			
	DOI <u>Fund</u>	EPA <u>Fund</u>	Youth Training <u>Fund</u>	School Cafeteria <u>Fund</u>
<u>ASSETS</u>				
Cash and short-term investments	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	-
Departmental receivable	-	-	-	-
Intergovernmental receivables	2,651	50,000	-	24,060
Loans receivable	-	-	-	-
Due from other funds	-	-	647	16,411
Inventory	-	-	-	27,946
	<u>-</u>	<u>-</u>	<u>-</u>	<u>27,946</u>
Total Assets	\$ <u>2,651</u>	\$ <u>50,000</u>	\$ <u>647</u>	\$ <u>68,417</u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ 10,664
Accrued liabilities	861	-	-	-
Retainage payable	-	-	-	-
Deferred revenue	-	-	-	-
Due to other funds	22,573	46,875	-	-
Notes payable	-	-	-	-
Compensated absences	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	23,434	46,875	-	10,664
Fund Balances:				
Reserved for encumbrances	-	5,528	-	630
Reserved for inventory	-	-	-	27,946
Unreserved:				
Undesignated, reported in:				
Special revenue fund	(20,783)	(2,403)	647	29,177
Capital projects fund	-	-	-	-
	<u>(20,783)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Balances	(20,783)	3,125	647	57,753
Total Liabilities and Fund Balances	\$ <u>2,651</u>	\$ <u>50,000</u>	\$ <u>647</u>	\$ <u>68,417</u>

Special Revenue Funds

School Federal Aid Fund	School Special Programs Fund	Dover Main Street Fund	Planning Improvements Fund	Parking Activity Fund
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	7,238	-	2,803
966,600	36,430	-	-	-
-	-	-	-	-
-	12,350	-	233,617	138,626
-	-	-	-	-
<u>\$ 966,600</u>	<u>\$ 48,780</u>	<u>\$ 7,238</u>	<u>\$ 233,617</u>	<u>\$ 141,429</u>
\$ 2,696	\$ -	\$ -	\$ -	\$ 2,820
-	-	1,726	-	5,130
-	-	-	-	-
-	45,661	-	-	-
903,327	-	2,319	-	-
-	-	-	-	-
-	-	-	-	-
<u>906,023</u>	<u>45,661</u>	<u>4,045</u>	<u>-</u>	<u>7,950</u>
966,600	-	-	1,000	4,062
-	-	-	-	-
(906,023)	3,119	3,193	232,617	129,417
-	-	-	-	-
<u>60,577</u>	<u>3,119</u>	<u>3,193</u>	<u>233,617</u>	<u>133,479</u>
<u>\$ 966,600</u>	<u>\$ 48,780</u>	<u>\$ 7,238</u>	<u>\$ 233,617</u>	<u>\$ 141,429</u>

(continued)

(continued)

	Special Revenue Funds			
	Police Special Fund	Conservation Fund	Residential Solid Waste Fund	McConnell Center Fund
<u>ASSETS</u>				
Cash and short-term investments	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	-
Departmental receivable	-	68,382	44,770	-
Intergovernmental receivables	-	-	-	-
Loans receivable	-	-	-	-
Due from other funds	5,030	867,758	71,068	-
Inventory	-	-	11,215	-
	<u>-</u>	<u>-</u>	<u>11,215</u>	<u>-</u>
Total Assets	\$ <u>5,030</u>	\$ <u>936,140</u>	\$ <u>127,053</u>	\$ <u>-</u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 31,612	\$ 120
Accrued liabilities	-	-	1,938	-
Retainage payable	-	-	-	-
Deferred revenue	-	-	-	-
Due to other funds	-	-	-	-
Notes payable	-	-	-	-
Compensated absences	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	-	-	33,550	120
Fund Balances:				
Reserved for encumbrances	4,000	-	28,679	-
Reserved for inventory	-	-	11,215	-
Unreserved:				
Undesignated, reported in:				
Special revenue fund	1,030	936,140	53,609	(120)
Capital projects fund	-	-	-	-
	<u>5,030</u>	<u>936,140</u>	<u>93,503</u>	<u>(120)</u>
Total Fund Balances	5,030	936,140	93,503	(120)
Total Liabilities and Fund Balances	\$ <u>5,030</u>	\$ <u>936,140</u>	\$ <u>127,053</u>	\$ <u>-</u>

Special Revenue Funds

Recreation Programs Fund	Recreation Field Maintenance Fund	Library Fines Fund	Tuition Programs Fund	Vocational Center Fund
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	9,774	-
-	-	-	23,550	-
-	-	-	-	-
105,314	67,325	46,850	-	906
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 105,314</u>	<u>\$ 67,325</u>	<u>\$ 46,850</u>	<u>\$ 33,324</u>	<u>\$ 906</u>
\$ -	\$ -	\$ 6,582	\$ 750	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	29,874	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	6,582	30,624	-
-	-	-	-	-
-	-	-	-	-
105,314	67,325	40,268	2,700	906
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>105,314</u>	<u>67,325</u>	<u>40,268</u>	<u>2,700</u>	<u>906</u>
<u>\$ 105,314</u>	<u>\$ 67,325</u>	<u>\$ 46,850</u>	<u>\$ 33,324</u>	<u>\$ 906</u>

(continued)

(continued)

	Special Revenue Funds			
	School Alternative Education Fund	School Facilities Fund	Other Special Revenue Funds	Subtotals
<u>ASSETS</u>				
Cash and short-term investments	\$ -	\$ -	\$ 886,880	\$ 886,880
Investments	-	-	2,218,612	2,218,612
Departmental receivable	5,875	2,985	-	141,827
Intergovernmental receivables	-	-	-	1,462,960
Loans receivable	-	-	-	576,220
Due from other funds	8,261	35,493	-	1,832,869
Inventory	-	-	-	39,161
Total Assets	<u>\$ 14,136</u>	<u>\$ 38,478</u>	<u>\$ 3,105,492</u>	<u>\$ 7,158,529</u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts payable	\$ 1,133	\$ -	\$ 2,395	\$ 71,941
Accrued liabilities	-	-	-	31,515
Retainage payable	-	-	-	-
Deferred revenue	-	-	-	621,883
Due to other funds	-	-	570,976	1,843,329
Notes payable	-	-	-	-
Compensated absences	-	-	96,282	96,282
Total Liabilities	1,133	-	669,653	2,664,950
Fund Balances:				
Reserved for encumbrances	-	8,290	-	1,225,538
Reserved for inventory	-	-	-	39,161
Unreserved:				
Undesignated, reported in:				
Special revenue fund	13,003	30,188	2,435,839	3,228,880
Capital projects fund	-	-	-	-
Total Fund Balances	<u>13,003</u>	<u>38,478</u>	<u>2,435,839</u>	<u>4,493,579</u>
Total Liabilities and Fund Balances	<u>\$ 14,136</u>	<u>\$ 38,478</u>	<u>\$ 3,105,492</u>	<u>\$ 7,158,529</u>

Capital Projects Funds

CIP FY06	CIP FY05	CIP FY04	CIP FY03	CIP FY02
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
6,933,049	2,539,525	875,609	217,563	146,204
-	-	-	-	-
<u>\$ 6,933,049</u>	<u>\$ 2,539,525</u>	<u>\$ 875,609</u>	<u>\$ 217,563</u>	<u>\$ 146,204</u>
\$ 240,270	\$ 86,179	\$ 10,292	\$ 2,872	\$ -
1,532	28	-	1,137	-
-	17,590	-	3,803	2,410
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
241,802	103,797	10,292	7,812	2,410
758,665	290,712	129,840	41,067	17,440
-	-	-	-	-
-	-	-	-	-
5,932,582	2,145,016	735,477	168,684	126,354
6,691,247	2,435,728	865,317	209,751	143,794
<u>\$ 6,933,049</u>	<u>\$ 2,539,525</u>	<u>\$ 875,609</u>	<u>\$ 217,563</u>	<u>\$ 146,204</u>

(continued)

(continued)

	Capital Projects Funds		
	CIP FY01	CIP FY00	Tolend Rd Landfill Closure
<u>ASSETS</u>			
Cash and short-term investments	\$ -	\$ -	\$ -
Investments	-	-	-
Departmental receivable	-	-	-
Intergovernmental receivables	-	-	-
Loans receivable	-	-	-
Due from other funds	112,379	-	729,447
Inventory	-	-	-
Total Assets	<u>\$ 112,379</u>	<u>\$ -</u>	<u>\$ 729,447</u>
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ 37
Accrued liabilities	-	-	681
Retainage payable	-	469	-
Deferred revenue	-	-	-
Due to other funds	-	13,243	-
Notes payable	-	-	-
Compensated absences	-	-	-
Total Liabilities	-	13,712	718
Fund Balances:			
Reserved for encumbrances	-	9,855	8,172
Reserved for inventory	-	-	-
Unreserved:			
Undesignated, reported in:			
Special revenue fund	-	-	-
Capital projects fund	112,379	(23,567)	720,557
Total Fund Balances	112,379	(13,712)	728,729
Total Liabilities and Fund Balances	<u>\$ 112,379</u>	<u>\$ -</u>	<u>\$ 729,447</u>

Capital Projects Funds

<u>Cocheco River Dredge</u>	<u>Recreation Field Construction</u>	<u>Subtotals</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ 886,880
-	-	-	2,218,612
-	-	-	141,827
-	-	-	1,462,960
-	-	-	576,220
151,502	679,985	12,385,263	14,218,132
-	-	-	39,161
<u>\$ 151,502</u>	<u>\$ 679,985</u>	<u>\$ 12,385,263</u>	<u>\$ 19,543,792</u>
\$ 3,057	\$ 16,730	\$ 359,437	\$ 431,378
-	-	3,378	34,893
79,217	-	103,489	103,489
-	-	-	621,883
-	-	13,243	1,856,572
400,000	-	400,000	400,000
-	-	-	96,282
<u>482,274</u>	<u>16,730</u>	<u>879,547</u>	<u>3,544,497</u>
358,943	10,842	1,625,536	2,851,074
-	-	-	39,161
-	-	-	3,228,880
<u>(689,715)</u>	<u>652,413</u>	<u>9,880,180</u>	<u>9,880,180</u>
<u>(330,772)</u>	<u>663,255</u>	<u>11,505,716</u>	<u>15,999,295</u>
<u>\$ 151,502</u>	<u>\$ 679,985</u>	<u>\$ 12,385,263</u>	<u>\$ 19,543,792</u>

CITY OF DOVER, NEW HAMPSHIRE

Non-Major Governmental Funds

**Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
For Fiscal Year Ended June 30, 2005**

	<u>Special Revenue Funds</u>			
	Community Development <u>Fund</u>	Housing Rehab <u>Loan Fund</u>	Economic Development <u>Loan Fund</u>	Police DOJ <u>Fund</u>
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	128,948	-	-	282,555
Current services	11,835	47,065	63,199	-
Miscellaneous	<u>3,288</u>	<u>-</u>	<u>-</u>	<u>94</u>
Total Revenues	144,071	47,065	63,199	282,649
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	513,055
Public works	-	-	-	-
Culture and recreation	-	-	-	-
Education	-	-	-	1,015
Human services	277,077	18,648	90,363	-
Debt service - interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>277,077</u>	<u>18,648</u>	<u>90,363</u>	<u>514,070</u>
Excess (deficiency) of revenues over expenditures	(133,006)	28,417	(27,164)	(231,421)
Other Financing Sources (Uses):				
Bonds issued	-	-	-	-
Operating transfers in	26,813	-	-	247,520
Operating transfers out	<u>-</u>	<u>(26,813)</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>26,813</u>	<u>(26,813)</u>	<u>-</u>	<u>247,520</u>
Net change in fund balances	(106,193)	1,604	(27,164)	16,099
Fund Balances, beginning	<u>96,400</u>	<u>186,108</u>	<u>58,380</u>	<u>8,377</u>
Fund Balances, ending	<u>\$ (9,793)</u>	<u>\$ 187,712</u>	<u>\$ 31,216</u>	<u>\$ 24,476</u>

Special Revenue Funds

Homeland Security Fund	Police DHA Fund	Police DOT Fund	Police Tobacco Fund	Emergency Management Fund
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
169,802	87,942	35,527	30,137	93,809
-	-	-	3,016	-
-	-	-	-	-
169,802	87,942	35,527	33,153	93,809
-	-	-	-	-
150,341	86,960	36,184	32,600	67,631
-	-	-	-	47,894
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
150,341	86,960	36,184	32,600	115,525
19,461	982	(657)	553	(21,716)
-	-	-	-	-
4,313	561	92	-	39,000
-	-	-	-	-
4,313	561	92	-	39,000
23,774	1,543	(565)	553	17,284
(400)	(561)	458	3,174	1,595
\$ <u>23,374</u>	\$ <u>982</u>	\$ <u>(107)</u>	\$ <u>3,727</u>	\$ <u>18,879</u>

(continued)

(continued)

	Special Revenue Funds			
	DOI Fund	EPA Fund	Youth Training Fund	School Cafeteria Fund
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental	2,651	94,877	-	335,944
Current services	-	-	-	875,173
Miscellaneous	-	-	-	61,936
Total Revenues	2,651	94,877	-	1,273,053
Expenditures:				
Current:				
General government	-	96,752	-	-
Public safety	-	-	-	-
Public works	2,719	-	-	-
Culture and recreation	1,839	-	-	-
Education	-	-	-	1,242,389
Human services	-	-	-	-
Debt service - interest	-	-	-	-
Total Expenditures	4,558	96,752	-	1,242,389
Excess (deficiency) of revenues over expenditures	(1,907)	(1,875)	-	30,664
Other Financing Sources (Uses):				
Bonds issued	-	-	-	-
Operating transfers in	3,000	5,000	-	-
Operating transfers out	-	-	-	-
Total Other Financing Sources (Uses)	3,000	5,000	-	-
Net change in fund balances	1,093	3,125	-	30,664
Fund Balances, beginning	(21,876)	-	647	27,089
Fund Balances, ending	\$ (20,783)	\$ 3,125	\$ 647	\$ 57,753

Special Revenue Funds

School Federal Aid Fund	School Special Programs Fund	Dover Main Street Fund	Planning Improvements Fund	Parking Activity Fund
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
3,067,124	-	-	-	-
-	458,862	58,958	(13,758)	275,491
-	-	-	-	82
<u>3,067,124</u>	<u>458,862</u>	<u>58,958</u>	<u>(13,758)</u>	<u>275,573</u>
-	-	58,958	-	-
-	-	-	-	268,439
-	-	-	11,395	-
-	-	-	-	-
3,081,636	458,862	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>3,081,636</u>	<u>458,862</u>	<u>58,958</u>	<u>11,395</u>	<u>268,439</u>
(14,512)	-	-	(25,153)	7,134
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(14,512)	-	-	(25,153)	7,134
75,089	3,119	3,193	258,770	126,345
<u>\$ 60,577</u>	<u>\$ 3,119</u>	<u>\$ 3,193</u>	<u>\$ 233,617</u>	<u>\$ 133,479</u>

(continued)

(continued)

	Special Revenue Funds			
	Police Special Fund	Conservation Fund	Residential Solid Waste Fund	McConnell Center Fund
Revenues:				
Taxes	\$ -	\$ 371,497	\$ -	\$ -
Licenses and permits	1,020	-	-	-
Intergovernmental	-	167,200	-	-
Current services	-	-	743,355	-
Miscellaneous	1,159	-	698	-
Total Revenues	2,179	538,697	744,053	-
Expenditures:				
Current:				
General government	-	376,667	-	120
Public safety	4,000	-	-	-
Public works	-	-	820,318	-
Culture and recreation	-	-	-	-
Education	-	-	-	-
Human services	-	-	-	-
Debt service - interest	-	-	-	-
Total Expenditures	4,000	376,667	820,318	120
Excess (deficiency) of revenues over expenditures	(1,821)	162,030	(76,265)	(120)
Other Financing Sources (Uses):				
Bonds issued	-	-	-	-
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net change in fund balances	(1,821)	162,030	(76,265)	(120)
Fund Balances, beginning	6,851	774,110	169,768	-
Fund Balances, ending	\$ 5,030	\$ 936,140	\$ 93,503	\$ (120)

Special Revenue Funds

Recreation Programs Fund	Recreation Field Maintenance Fund	Library Fines Fund	Tuition Programs Fund	Vocational Center Fund
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	76,680	-
49,897	27,338	48,509	323,776	-
920	-	-	-	-
<u>50,817</u>	<u>27,338</u>	<u>48,509</u>	<u>400,456</u>	<u>-</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
11,103	21,855	43,847	-	-
-	-	-	397,095	(420)
-	-	-	-	-
-	-	-	-	-
<u>11,103</u>	<u>21,855</u>	<u>43,847</u>	<u>397,095</u>	<u>(420)</u>
39,714	5,483	4,662	3,361	420
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
39,714	5,483	4,662	3,361	420
65,600	61,842	35,606	(661)	486
<u>\$ 105,314</u>	<u>\$ 67,325</u>	<u>\$ 40,268</u>	<u>\$ 2,700</u>	<u>\$ 906</u>

(continued)

(continued)

	Special Revenue Funds			<u>Subtotals</u>
	<u>School Alternative Education Fund</u>	<u>School Facilities Fund</u>	<u>Other Special Revenue Funds</u>	
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ 371,497
Licenses and permits	-	-	-	1,020
Intergovernmental	-	-	-	4,573,196
Current services	235,001	101,462	29,365	3,338,544
Miscellaneous	-	-	480,091	548,268
Total Revenues	235,001	101,462	509,456	8,832,525
Expenditures:				
Current:				
General government	-	-	44,376	576,873
Public safety	-	-	86,422	1,245,632
Public works	-	-	10,947	893,273
Culture and recreation	-	-	5,639	84,283
Education	652,993	100,429	51,906	5,985,905
Human services	-	-	-	386,088
Debt service - interest	-	-	-	-
Total Expenditures	652,993	100,429	199,290	9,172,054
Excess (deficiency) of revenues over expenditures	(417,992)	1,033	310,166	(339,529)
Other Financing Sources (Uses):				
Bonds issued	-	-	-	-
Operating transfers in	407,000	-	-	733,299
Operating transfers out	-	-	(414,000)	(440,813)
Total Other Financing Sources (Uses)	407,000	-	(414,000)	292,486
Net change in fund balances	(10,992)	1,033	(103,834)	(47,043)
Fund Balances, beginning	23,995	37,445	2,539,673	4,540,622
Fund Balances, ending	\$ 13,003	\$ 38,478	\$ 2,435,839	\$ 4,493,579

Capital Projects Funds

CIP FY06	CIP FY05	CIP FY04	CIP FY03	CIP FY02
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	15,714	120,643	-
-	-	-	-	-
-	-	-	22,000	-
-	-	15,714	142,643	-
-	-	-	-	-
11,960	110,198	-	-	-
334,229	1,644,092	128,230	293,275	4,357
373	358,133	(29)	185,200	7,734
154,191	1,803,690	10,845	-	-
-	-	-	-	-
-	-	-	-	-
500,753	3,916,113	139,046	478,475	12,091
(500,753)	(3,916,113)	(123,332)	(335,832)	(12,091)
7,000,000	420,000	100,000	-	-
192,000	190,000	-	-	-
-	-	-	-	-
7,192,000	610,000	100,000	-	-
6,691,247	(3,306,113)	(23,332)	(335,832)	(12,091)
-	5,741,841	888,649	545,583	155,885
\$ 6,691,247	\$ 2,435,728	\$ 865,317	\$ 209,751	\$ 143,794

(continued)

(continued)

	Capital Projects Funds		
	CIP FY01	CIP FY00	Tolend Rd Landfill Closure
Revenues:			
Taxes	\$ -	\$ -	\$ -
Licenses and permits	-	-	-
Intergovernmental	-	-	-
Current services	-	-	-
Miscellaneous	-	-	-
Total Revenues	-	-	-
Expenditures:			
Current:			
General government	-	1,886	-
Public safety	-	-	-
Public works	3,756	2,000	297,134
Culture and recreation	56,776	351	-
Education	-	-	-
Human services	-	-	-
Debt service - interest	-	-	-
Total Expenditures	60,532	4,237	297,134
Excess (deficiency) of revenues over expenditures	(60,532)	(4,237)	(297,134)
Other Financing Sources (Uses):			
Bonds issued	-	-	1,000,000
Operating transfers in	1,599	-	-
Operating transfers out	-	-	-
Total Other Financing Sources (Uses)	1,599	-	1,000,000
Net change in fund balances	(58,933)	(4,237)	702,866
Fund Balances, beginning	171,312	(9,475)	25,863
Fund Balances, ending	\$ 112,379	\$ (13,712)	\$ 728,729

Capital Projects Funds

<u>Cocheco River Dredge</u>	<u>Recreation Field Construction</u>	<u>Subtotals</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ 371,497
-	-	-	1,020
-	-	136,357	4,709,553
1,770,819	-	1,770,819	5,109,363
<u>2,264</u>	<u>246,041</u>	<u>270,305</u>	<u>818,573</u>
1,773,083	246,041	2,177,481	11,010,006
-	-	1,886	578,759
-	-	122,158	1,367,790
1,419,187	(4,283)	4,121,977	5,015,250
-	98,244	706,782	791,065
-	-	1,968,726	7,954,631
-	-	-	386,088
<u>30,536</u>	<u>-</u>	<u>30,536</u>	<u>30,536</u>
<u>1,449,723</u>	<u>93,961</u>	<u>6,952,065</u>	<u>16,124,119</u>
323,360	152,080	(4,774,584)	(5,114,113)
-	-	8,520,000	8,520,000
-	-	383,599	1,116,898
<u>-</u>	<u>-</u>	<u>-</u>	<u>(440,813)</u>
<u>-</u>	<u>-</u>	<u>8,903,599</u>	<u>9,196,085</u>
323,360	152,080	4,129,015	4,081,972
<u>(654,132)</u>	<u>511,175</u>	<u>7,376,701</u>	<u>11,917,323</u>
<u>\$ (330,772)</u>	<u>\$ 663,255</u>	<u>\$ 11,505,716</u>	<u>\$ 15,999,295</u>

Detail and Combining Budget and Actual Schedules

General Fund

The general fund is established to account for all resources obtained and used for those services commonly provided by the City which are not accounted for in any other fund. These services include, among other items: General government, public safety, public works, culture and recreation, education, human services, inter-governmental and debt service. The primary sources of revenue of the general fund are property taxes, unrestricted state revenue sharing grants, certain restricted grants, and fees for services rendered.

CITY OF DOVER, NEW HAMPSHIRE

**Detail Schedule of Revenues and Other Financing Sources -
Budget and Actual - General Fund
For the Fiscal Year Ended June 30, 2005**

	Budgeted Amounts			Variance with Final Budget -
	Original	Final	Actual (Budgetary Basis)	Positive (Negative)
<u>Taxes</u>				
Property taxes	\$ 43,735,038	\$ 43,735,038	\$ 43,833,406	\$ 98,368
Boat tax	20,000	20,000	24,174	4,174
Yield tax	2,000	2,000	1,456	(544)
Payment in lieu of taxes	55,904	55,904	57,145	1,241
Activity tax	-	-	9,863	9,863
National Bank stock tax	10	10	-	(10)
Tax interest and penalties	190,000	190,000	185,431	(4,569)
Total Taxes	44,002,952	44,002,952	44,111,475	108,523
<u>Licenses and Permits</u>				
Health licenses and permits	20,000	20,000	19,452	(548)
Building permits	216,000	296,000	282,250	(13,750)
Peddlers and vendors licenses	1,260	1,260	610	(650)
Motor vehicle permits	3,950,000	3,950,000	3,923,934	(26,066)
Electrical permits	55,000	55,000	52,650	(2,350)
Plumbing permits	50,000	50,000	45,541	(4,459)
Trailer park permits	175	175	150	(25)
Fire and rescue permits	2,300	2,300	3,271	971
Dog licenses	15,564	15,564	14,535	(1,029)
Marriage license fees	1,960	1,960	2,135	175
Birth, death and marriage certificates	22,416	22,416	22,180	(236)
Miscellaneous licenses and permits	13,459	13,459	8,716	(4,743)
Taxi licenses	760	760	1,350	590
Video and arcade licenses	1,340	1,340	1,630	290
Total Licenses and Permits	4,350,234	4,430,234	4,378,404	(51,830)
<u>Intergovernmental</u>				
Shared revenue block grant	600,243	600,243	600,243	-
Railroad tax	2,471	2,471	2,475	4
Rooms and meals distribution	936,122	936,122	936,122	-
Federal grant reimbursement	9,000	9,000	15,704	6,704
State reimbursement	45,796	48,296	44,693	(3,603)
Highway block grant	446,708	446,708	470,722	24,014
Total Intergovernmental	2,040,340	2,042,840	2,069,959	27,119

(continued)

(continued)

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual (Budgetary Basis)	
<u>Current Services</u>				
Sales and service charges	229,077	229,077	180,147	(48,930)
Copy sales	500	500	570	70
Vending machine charges	9,400	9,400	8,541	(859)
Commissions	212	212	54	(158)
Outside services	151,342	151,342	105,393	(45,949)
Ambulance services	420,000	480,000	669,899	189,899
Interment charges	38,200	38,200	38,152	(48)
Headstone foundations	5,000	5,000	5,375	375
Recreation charges	200,710	200,710	143,557	(57,153)
Non-resident charges	17,443	17,443	17,566	123
Department overhead allocations	386,133	386,133	386,133	-
Miscellaneous service charges	26,666	26,666	31,292	4,626
Total Current Services	1,484,683	1,544,683	1,586,679	41,996
<u>Education</u>				
Education revenue	11,509,762	11,509,762	11,589,151	79,389
Total Education Income	11,509,762	11,509,762	11,589,151	79,389
<u>Miscellaneous</u>				
Miscellaneous revenue	16,726	16,726	294,157	277,431
District court receipts	25,000	25,000	26,371	1,371
Miscellaneous fines and forfeits	13,295	13,295	10,751	(2,544)
Sale of city property	5,129	5,129	25,493	20,364
Fundraising	3,950	3,950	3,049	(901)
Variances	-	-	10	10
Investment income	80,000	220,000	293,890	73,890
Facilities rental	129,994	129,994	114,236	(15,758)
Insurance proceeds	-	-	1,000	1,000
Interest on arrears	-	-	530	530
Premiums on bonds sold	-	-	6,487	6,487
Equipment rental	5,000	5,000	3,387	(1,613)
Total Miscellaneous	279,094	419,094	779,361	360,267
<u>Other Financing Sources</u>				
Operating transfers in	32,000	32,000	32,000	-
Total Other Financing Sources	32,000	32,000	32,000	-
Total Revenues and Other Financing Sources	\$ 63,699,065	\$ 63,981,565	\$ 64,547,029	\$ 565,464

CITY OF DOVER, NEW HAMPSHIRE

**Detail Schedule of Expenditures and Other Financing Uses
Budget and Actual - General Fund
For the Fiscal Year Ended June 30, 2005**

	Budgeted Amounts		Actual	Variance with
	Original	Final	(Budgetary Basis)	Final Budget - Positive (Negative)
<u>General Government</u>				
City Council	\$ 151,061	\$ 167,952	\$ 165,772	\$ 2,180
Executive	973,936	989,636	988,955	681
Finance	1,063,922	1,035,586	1,035,229	357
Planning	648,006	682,006	681,881	125
Miscellaneous	895,794	1,063,268	1,060,094	3,174
Total General Government	3,732,719	3,938,448	3,931,931	6,517
<u>Public Safety</u>				
Police	5,775,346	5,452,996	5,450,079	2,917
Fire and rescue	4,787,394	4,842,764	4,842,421	343
Total Public Safety	10,562,740	10,295,760	10,292,500	3,260
<u>Public Works</u>				
Community Services - Public Works	4,118,814	4,563,540	4,562,458	1,082
Total Public Works	4,118,814	4,563,540	4,562,458	1,082
<u>Culture and Recreation</u>				
Community Services - Recreation	1,113,942	1,098,072	1,097,848	224
Public Library	1,021,930	979,430	979,414	16
Total Culture and Recreation	2,135,872	2,077,502	2,077,262	240
<u>Human Services</u>				
Human Services	726,689	785,334	785,324	10
Total Human Services	726,689	785,334	785,324	10

(continued)

(continued)

	<u>Budgeted Amounts</u>		<u>Actual (Budgetary Basis)</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Education</u>				
School department	<u>32,065,504</u>	<u>32,065,504</u>	<u>32,034,088</u>	<u>31,416</u>
Total Education	32,065,504	32,065,504	32,034,088	31,416
<u>Debt Service</u>				
Principal	4,220,335	4,199,085	4,199,085	-
Interest	<u>1,799,500</u>	<u>1,799,500</u>	<u>1,799,495</u>	<u>5</u>
Total Debt Service	6,019,835	5,998,585	5,998,580	5
<u>Intergovernmental</u>				
County tax	<u>4,336,892</u>	<u>4,336,892</u>	<u>4,336,892</u>	<u>-</u>
Total Intergovernmental	<u>4,336,892</u>	<u>4,336,892</u>	<u>4,336,892</u>	<u>-</u>
Total Expenditures and Other Financing Uses	<u>\$ 63,699,065</u>	<u>\$ 64,061,565</u>	<u>\$ 64,019,035</u>	<u>\$ 42,530</u>

CITY OF DOVER, NEW HAMPSHIRE
Combining Schedule of Revenues and Expenditures
Budget and Actual
Annually Budgeted Non-Major Governmental Funds
For the Year Ended June 30, 2005

	Parking Activity		Variance Positive (Negative)
	<u>Budget</u>	<u>Actual</u>	
Revenues:			
Charges for services	\$ 273,201	\$ 275,491	\$ 2,290
Intergovernmental	-	-	-
Miscellaneous	-	82	82
Total Revenues	273,201	275,573	2,372
Expenditures:			
Public safety	273,201	272,264	937
Education	-	-	-
Public works	-	-	-
Culture and recreation	-	-	-
Human services	-	-	-
Total Expenditures	273,201	272,264	937
Other Financing Sources:			
Transfers in	-	-	-
Total Other Financing Sources	-	-	-
Excess of revenues and other financing sources over (under) expenditures	\$ -	\$ 3,309	\$ 3,309

* Represents budgetary use of Fund Balance voted by the City Council.

Residential Solid Waste			Library Fines		
Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
\$ 695,000	\$ 743,355	\$ 48,355	\$ 44,000	\$ 48,509	\$ 4,509
-	-	-	-	-	-
-	698	698	-	-	-
695,000	744,053	49,053	44,000	48,509	4,509
-	-	-	-	-	-
-	-	-	-	-	-
782,273	764,529	17,744	-	-	-
-	-	-	44,000	43,847	153
-	-	-	-	-	-
782,273	764,529	17,744	44,000	43,847	153
-	-	-	-	-	-
-	-	-	-	-	-
\$ (87,273) *	\$ (20,476)	\$ 66,797	\$ -	\$ 4,662	\$ 4,662

(continued)

CITY OF DOVER, NEW HAMPSHIRE

Combining Schedule of Revenues and Expenditures
Budget and Actual

Annually Budgeted Non-Major Governmental Funds

For the Year Ended June 30, 2005

(continued)

	Tuition Programs		Variance Positive (Negative)
	<u>Budget</u>	<u>Actual</u>	
Revenues:			
Charges for services	\$ 421,230	\$ 323,776	\$ (97,454)
Intergovernmental		76,680	76,680
Miscellaneous revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues	421,230	400,456	(20,774)
Expenditures:			
Public safety	-	-	-
Education	421,230	397,095	24,135
Public works	-	-	-
Culture and recreation	-	-	-
Human services	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>421,230</u>	<u>397,095</u>	<u>24,135</u>
Other Financing Sources:			
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues and other financing sources over (under) expenditures	\$ <u>-</u>	\$ <u>3,361</u>	\$ <u>3,361</u>

School Alternative Education			School Facilities		
<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
\$ 235,000	\$ 235,000	\$ -	\$ 100,000	\$ 101,462	\$ 1,462
-	-	-	-	-	-
-	-	-	-	-	-
235,000	235,000	-	100,000	101,462	1,462
-	-	-	-	-	-
642,000	652,993	(10,993)	100,000	97,900	2,100
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
642,000	652,993	(10,993)	100,000	97,900	2,100
407,000	407,000	-	-	-	-
407,000	407,000	-	-	-	-
\$ -	\$ (10,993)	\$ (10,993)	\$ -	\$ 3,562	\$ 3,562

(continued)

CITY OF DOVER, NEW HAMPSHIRE

Combining Schedule of Revenues and Expenditures
Budget and Actual

Annually Budgeted Non-Major Governmental Funds

For the Year Ended June 30, 2005

(continued)

	Community Development Fund		
	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
Revenues:			
Charges for services	\$ 5,729	\$ 11,835	\$ 6,106
Intergovernmental	425,000	127,838	(297,162)
Miscellaneous	<u>-</u>	<u>3,288</u>	<u>3,288</u>
Total Revenues	430,729	142,961	(287,768)
Expenditures:			
Public safety	-	-	-
Education	-	-	-
Public works	-	-	-
Culture and recreation	-	-	-
Human services	<u>457,542</u>	<u>256,601</u>	<u>200,941</u>
Total Expenditures	<u>457,542</u>	<u>256,601</u>	<u>200,941</u>
Other Financing Sources:			
Transfers in	<u>26,813</u>	<u>26,813</u>	<u>-</u>
Total Other Financing Sources	<u>26,813</u>	<u>26,813</u>	<u>-</u>
Excess of revenues and other financing sources over (under) expenditures	\$ <u>-</u>	\$ <u>(86,827)</u>	\$ <u>(86,827)</u>

Poice DHA Fund			School Cafeteria		
<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
\$ -	\$ -	\$ -	\$ 1,170,000	\$ 875,173	\$ (294,827)
75,256	87,942	12,686	-	369,933	369,933
-	-	-	-	-	-
75,256	87,942	12,686	1,170,000	1,245,106	75,106
89,915	86,959	2,956	-	-	-
-	-	-	1,170,000	1,244,405	(74,405)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
89,915	86,959	2,956	1,170,000	1,244,405	(74,405)
14,659	-	(14,659)	-	-	-
14,659	-	(14,659)	-	-	-
\$ -	\$ 983	\$ 983	\$ -	\$ 701	\$ 701

(continued)

CITY OF DOVER, NEW HAMPSHIRE

Combining Schedule of Revenues and Expenditures
Budget and Actual

Annually Budgeted Non-Major Governmental Funds

For the Year Ended June 30, 2005

(continued)

	Police DOJ Fund		Variance
	<u>Budget</u>	<u>Actual</u>	<u>Positive (Negative)</u>
Revenues:			
Charges for services	\$ -	\$ -	\$ -
Intergovernmental	267,929	256,180	11,749
Miscellaneous	-	-	-
Total Revenues	267,929	256,180	11,749
Expenditures:			
Public safety	599,255	462,871	136,384
Education	-	-	-
Public works	-	-	-
Culture and recreation	-	-	-
Human services	-	-	-
Total Expenditures	599,255	462,871	136,384
Other Financing Sources:			
Transfers in	331,326	231,100	(100,226)
Total Other Financing Sources	331,326	231,100	(100,226)
Excess of revenues and other financing sources over (under) expenditures	\$ -	\$ 24,409	\$ 24,409

School Federal Aid Fund			School Special Programs		
<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
\$ -	\$ -	\$ -	\$ 510,000	\$ 458,862	\$ (51,138)
3,154,390	2,760,575	(393,815)	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
3,154,390	2,760,575	(393,815)	510,000	458,862	(51,138)
-	-	-	-	-	-
3,154,390	2,759,051	395,339	510,000	458,862	51,138
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
3,154,390	2,759,051	395,339	510,000	458,862	51,138
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
\$ -	\$ 1,524	\$ 1,524	\$ -	\$ -	\$ -

Enterprise Funds

Enterprise Funds were established to account for activities that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the activity be self-supporting based on user charges.

The City of Dover has the following Enterprise Funds:

Water Fund: To account for the operation of a water treatment plant, City wells and water system.

Sewer Fund: To account for the operation of a sewer treatment plant, pumping station and sewer lines.

Arena Fund: To account for the operations of the Dover Ice Arena.

DBIDA Fund: To account for the economic development projects of the Dover Industrial Development Authority (DBIDA), which operates under RSA 162-G. No annual budget is adopted for the DBIDA Fund.

CITY OF DOVER, NEW HAMPSHIRE

Enterprise Funds

Schedule of Revenues and Expenses -
Budget and Actual

For the Year Ended June 30, 2005

		Water Fund	
		Actual	Variance
	Budget	(Budgetary Basis)	Positive (Negative)
Operating Revenues:			
Operating revenue	\$ 2,914,790	\$ 3,038,791	\$ 124,001
Other	26,000	40,036	14,036
Total Operating Revenues	2,940,790	3,078,827	138,037
Operating Expenses:			
Personnel services	1,045,466	1,099,287	(53,821)
Purchased services	203,788	151,135	52,653
Supplies and materials	375,144	439,458	(64,314)
Capital outlay	142,000	70,618	71,382
Other	163,911	222,094	(58,183)
Depreciation	521,000	602,372	(81,372) (1)
Total Operating Expenses	2,451,309	2,584,964	(133,655)
Operating Income (Loss)	489,481	493,863	4,382
Non-Operating Income (Expenses):			
Interest expense	(287,981)	(186,733)	101,248
Intergovernmental	-	15,000	15,000
Total Non-Operating Income (Expenses)	(287,981)	(171,733)	116,248
Net Income (Loss) Before Operating Transfers	201,500	322,130	120,630
Operating Transfers:			
Transfers in	-	240,000	240,000
Transfers out	(201,500)	(206,500)	(5,000)
Total Operating Transfers In (Out)	(201,500)	33,500	235,000
Net Income (Loss)	\$ -	\$ 355,630	\$ 355,630

(1) Variance results mainly from actual depreciation exceeding the budgeted amount due to depreciation related to newly capitalized assets.

(continued)

CITY OF DOVER, NEW HAMPSHIRE

Enterprise Funds

Schedule of Revenues and Expenses -
Budget and Actual

For the Year Ended June 30, 2005

(continued)

		Sewer Fund	
	Budget	Actual (Budgetary Basis)	Variance Positive (Negative)
Operating Revenues:			
Operating revenue	\$ 3,775,185	\$ 3,784,476	\$ 9,291
Other	<u>36,000</u>	<u>73,628</u>	<u>37,628</u>
Total Operating Revenues	3,811,185	3,858,104	46,919
Operating Expenses:			
Personnel services	1,125,829	1,053,406	72,423
Purchased services	180,542	218,090	(37,548)
Supplies and materials	796,484	822,394	(25,910)
Capital outlay	20,000	-	20,000
Other	258,131	323,471	(65,340)
Depreciation	<u>1,614,000</u>	<u>1,700,264</u>	<u>(86,264)</u>
Total Operating Expenses	<u>3,994,986</u>	<u>4,117,625</u>	<u>(122,639)</u>
Operating Income (Loss)	(183,801)	(259,521)	(75,720)
Non-Operating Income (Expenses):			
Interest expense	(719,592)	(530,551)	189,041
Intergovernmental	<u>404,674</u>	<u>597,576</u>	<u>192,902</u>
Total Non-Operating Income (Expenses)	<u>(314,918)</u>	<u>67,025</u>	<u>381,943</u>
Net Income (Loss) Before Operating Transfers	(498,719)	(192,496)	306,223
Operating Transfers:			
Transfers in	-	250,000	250,000
Transfers out	<u>(354,500)</u>	<u>(356,099)</u>	<u>(1,599)</u>
Total Operating Transfers In (Out)	<u>(354,500)</u>	<u>(106,099)</u>	<u>248,401</u>
Net Income (Loss)	\$ <u>(853,219) *</u>	\$ <u>(298,595)</u>	\$ <u>554,624</u>

* Represents budgetary use of Retained Earnings voted by the City Council.

(continued)

CITY OF DOVER, NEW HAMPSHIRE

Enterprise Funds

Schedule of Revenues and Expenses -
Budget and Actual

For the Year Ended June 30, 2005

(continued)

		Arena Fund	
		Actual	Variance
	Budget	(Budgetary Basis)	Positive (Negative)
Operating Revenues:			
Operating revenue	\$ 1,232,159	\$ 1,153,168	\$ (78,991)
Other	<u>79,600</u>	<u>42,906</u>	<u>(36,694)</u>
Total Operating Revenues	1,311,759	1,196,074	(115,685)
Operating Expenses:			
Personnel services	495,332	463,630	31,702
Purchased services	84,707	96,288	(11,581)
Supplies and materials	336,350	347,410	(11,060)
Capital outlay	-	-	-
Other	95,380	104,798	(9,418)
Depreciation	<u>145,000</u>	<u>142,364</u>	<u>2,636</u>
Total Operating Expenses	<u>1,156,769</u>	<u>1,154,490</u>	<u>2,279</u>
Operating Income (Loss)	154,990	41,584	(113,406)
Non-Operating Income (Expenses):			
Interest expense	(154,990)	(154,990)	-
Intergovernmental	<u>-</u>	<u>-</u>	<u>-</u>
Total Non-Operating Income (Expenses)	<u>(154,990)</u>	<u>(154,990)</u>	<u>-</u>
Net Income (Loss) Before Operating Transfers	-	(113,406)	(113,406)
Operating Transfers:			
Transfers in	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating Transfers In (Out)	<u>-</u>	<u>-</u>	<u>-</u>
Net Income (Loss)	<u>\$ -</u>	<u>\$ (113,406)</u>	<u>\$ (113,406)</u>

INTERNAL SERVICE FUNDS

- DoverNet Fund - To account for the costs related to the operations of the information technology network and the allocation of these costs to the various funds and functions.
- Central Stores Fund - To account for the costs related to the supplies, copiers and postage and the allocation of these costs to the various funds and functions based on actual use.
- Fleet Maintenance Fund - To account for the maintenance costs related to the vehicle fleet and the allocation of these costs to the various funds and functions based on actual use.
- Workers Compensation Fund - To account for the cost of administration, insurance and claims for workers compensation and the allocation of these costs to the various funds and functions based on historical wage and claims history.

CITY OF DOVER, NEW HAMPSHIRE

Internal Service Funds

**Combining Statement of Net Assets
June 30, 2005**

	<u>Dover Net Fund</u>	<u>Central Stores Fund</u>	<u>Fleet Maintenance Fund</u>	<u>Workers Compensation Fund</u>	<u>Total</u>
<u>ASSETS</u>					
Current:					
Departmental and other receivables	\$ 90,828	\$ -	\$ -	\$ -	\$ 90,828
Due from other funds	113,147	29,026	129,462	613,684	885,319
Inventory	-	-	57,281	-	57,281
Other assets	-	-	3,827	-	3,827
Total Assets	203,975	29,026	190,570	613,684	1,037,255
<u>LIABILITIES</u>					
Current:					
Accounts payable	12,085	224	5,371	9,268	26,948
Accrued liabilities	3,805	-	6,624	-	10,429
Claims liability	-	-	-	240,000	240,000
Compensated absences	3,314	-	16,475	-	19,789
Total Current Liabilities	19,204	224	28,470	249,268	297,166
Non-current:					
Claims liability, net of current portion	-	-	-	264,342	264,342
Total Liabilities	19,204	224	28,470	513,610	561,508
<u>NET ASSETS</u>					
Unrestricted	<u>184,771</u>	<u>28,802</u>	<u>162,100</u>	<u>100,074</u>	<u>475,747</u>
Total Net Assets	<u>\$ 184,771</u>	<u>\$ 28,802</u>	<u>\$ 162,100</u>	<u>\$ 100,074</u>	<u>\$ 475,747</u>

CITY OF DOVER, NEW HAMPSHIRE

Internal Service Funds

**Combining Statement of Revenues, Expenses
and Changes in Fund Net Assets
For Fiscal Year Ended June 30, 2005**

	<u>Dover Net Fund</u>	<u>Central Stores Fund</u>	<u>Fleet Maintenance Fund</u>	<u>Workers Compensation Fund</u>	<u>Total</u>
Operating Revenues:					
Charges for services	\$ 291,963	\$ 60,019	\$ 593,650	\$ 340,008	\$ 1,285,640
Other revenue	<u>8</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8</u>
Total Operating Revenues	291,971	60,019	593,650	340,008	1,285,648
Operating Expenses:					
Personal services	124,895	-	315,501	265,496	705,892
Purchased services	53,088	53,667	6,230	132,156	245,141
Supplies	3,653	6,339	22,814	-	32,806
Capital outlay	93,132	-	-	-	93,132
Other expenses	<u>-</u>	<u>-</u>	<u>205,228</u>	<u>12,554</u>	<u>217,782</u>
Total Operating Expenses	<u>274,768</u>	<u>60,006</u>	<u>549,773</u>	<u>410,206</u>	<u>1,294,753</u>
Change in Net Assets	17,203	13	43,877	(70,198)	(9,105)
Net Assets at Beginning of Year	<u>167,568</u>	<u>28,789</u>	<u>118,223</u>	<u>170,272</u>	<u>484,852</u>
Net Assets at End of Year	\$ <u>184,771</u>	\$ <u>28,802</u>	\$ <u>162,100</u>	\$ <u>100,074</u>	\$ <u>475,747</u>

CITY OF DOVER, NEW HAMPSHIRE

Internal Service Funds

Combining Statement of Cash Flows

For Fiscal Year Ended June 30, 2005

	Dover Net Fund	Central Stores Fund	Fleet Maintenance Fund	Workers Compensation Fund	Total
Cash Flows From Operating Activities:					
Receipts from customers and users for services	\$ 301,630	\$ 60,019	\$ 593,650	\$ 340,008	\$ 1,295,307
Payments to vendors and contractors	(160,180)	(60,255)	(34,358)	(138,253)	(393,046)
Payments of employee salaries and benefits	(122,560)	-	(523,016)	(241,734)	(887,310)
Receipts/payments for interfund service provided	(18,890)	236	(36,276)	39,979	(14,951)
Net Cash Provided By (Used For) Operating Activities	-	-	-	-	-
Cash and Short Term Investments, Beginning of Year	-	-	-	-	-
Cash and Short Term Investments, End of Year	\$ -	\$ -	\$ -	\$ -	\$ -
Reconciliation of Operating Income to Net Cash Provided by (Used For) Operating Activities:					
Operating income (loss)	\$ 17,203	\$ 13	\$ 43,877	\$ (70,198)	\$ (9,105)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:					
Changes in assets and liabilities:					
Inventory	-	-	(7,094)	-	(7,094)
Departmental and other receivables	9,659	-	-	-	9,659
Interfund receivables/payables	(18,890)	236	(36,276)	39,979	(14,951)
Accounts payable	(10,308)	(249)	1,780	6,457	(2,320)
Accrued liabilities	758	-	(217)	23,762	24,303
Compensated absences	1,578	-	(2,070)	-	(492)
Net Cash Provided By (Used For) Operating Activities	\$ -	\$ -	\$ -	\$ -	\$ -

CITY OF DOVER, NEW HAMPSHIRE

Internal Service Funds

Schedule of Revenues and Expenses -
Budget and Actual

For the Year Ended June 30, 2005

	Dover Net Fund		
	<u>Budget</u>	Actual (Budgetary Basis)	Variance Positive (Negative)
Operating Revenues:			
Charges for services	\$ 287,993	\$ 291,963	\$ 3,970
Other revenue	<u>-</u>	<u>8</u>	<u>8</u>
Total Operating Revenues	287,993	291,971	3,978
Operating Expenses:			
Personnel services	149,635	124,895	24,740
Purchased services	98,996	53,088	45,908
Supplies and materials	10,925	3,653	7,272
Capital outlay	28,437	93,132	(64,695)
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating Expenses	<u>287,993</u>	<u>274,768</u>	<u>13,225</u>
Operating Income (Loss)	<u>-</u>	<u>17,203</u>	<u>17,203</u>
Net Income (Loss)	\$ <u>-</u>	\$ <u>17,203</u>	\$ <u>17,203</u>

(continued)

CITY OF DOVER, NEW HAMPSHIRE

Internal Service Funds

Schedule of Revenues and Expenses -
Budget and Actual

For the Year Ended June 30, 2005

(continued)

	Central Stores Fund		
	<u>Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Variance Positive (Negative)</u>
Operating Revenues:			
Charges for services	\$ 62,000	\$ 60,019	\$ (1,981)
Other revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating Revenues	62,000	60,019	(1,981)
Operating Expenses:			
Personnel services	-	-	-
Purchased services	52,780	53,667	(887)
Supplies and materials	9,220	6,339	2,881
Capital outlay	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating Expenses	<u>62,000</u>	<u>60,006</u>	<u>1,994</u>
Operating Income (Loss)	<u>-</u>	<u>13</u>	<u>13</u>
Net Income (Loss)	<u>\$ -</u>	<u>\$ 13</u>	<u>\$ 13</u>

(continued)

CITY OF DOVER, NEW HAMPSHIRE

Internal Service Funds

Schedule of Revenues and Expenses -
Budget and Actual

For the Year Ended June 30, 2005

(continued)

	Fleet Maintenance Fund		
	<u>Budget</u>	Actual (Budgetary Basis)	Variance Positive (Negative)
Operating Revenues:			
Charges for services	\$ 516,387	\$ 593,650	\$ 77,263
Other revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating Revenues	516,387	593,650	77,263
Operating Expenses:			
Personnel services	363,831	315,501	48,330
Purchased services	4,242	6,230	(1,988)
Supplies and materials	17,300	22,748	(5,448)
Capital outlay	500	-	500
Other	<u>130,514</u>	<u>209,248</u>	<u>(78,734)</u>
Total Operating Expenses	<u>516,387</u>	<u>553,727</u>	<u>(37,340)</u>
Operating Income (Loss)	<u>-</u>	<u>39,923</u>	<u>39,923</u>
Net Income (Loss)	<u>\$ -</u>	<u>\$ 39,923</u>	<u>\$ 39,923</u>

(continued)

CITY OF DOVER, NEW HAMPSHIRE

Internal Service Funds

Schedule of Revenues and Expenses -
Budget and Actual

For the Year Ended June 30, 2005

(continued)

	Workers Compensation Fund		
	<u>Budget</u>	<u>Actual (Budgetary Basis)</u>	<u>Variance Positive (Negative)</u>
Operating Revenues:			
Charges for services	\$ 340,000	\$ 340,008	\$ 8
Other revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating Revenues	340,000	340,008	8
Operating Expenses:			
Personnel services	285,000	265,496	19,504
Purchased services	29,000	130,278	(101,278)
Supplies and materials	-	-	-
Capital outlay	-	-	-
Other	<u>26,000</u>	<u>12,554</u>	<u>13,446</u>
Total Operating Expenses	<u>340,000</u>	<u>408,328</u>	<u>(68,328)</u>
Operating Income (Loss)	<u>-</u>	<u>(68,320)</u>	<u>(68,320)</u>
Net Income (Loss)	<u>\$ -</u>	<u>\$ (68,320)</u>	<u>\$ (68,320)</u>

Fiduciary Funds

Fiduciary Funds account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governments, and other funds.

Agency Funds:

- Performance Bonds: To account for funds received from contractors doing work for the City to insure the City against the contractor's failure to complete the required.
- Chamber of Commerce: To account for funds received from Chamber of Commerce for its Riverwalk Project.
- Department Agency: To account for funds received from other organizations for activities administered by various City departments.
- School Agency: To account for funds received from other organizations for activities administered by the Dover School Department.

Private Purpose Funds:

- Cemetery - To account for private donations left in trust to maintain graves and provide flowers.
- Parks and Recreation - To account for private donations left in trust to assist individuals attending various recreational programs.
- Welfare - To account for private donations left in trust for the benefit of low or moderate income individuals.
- School - To account for private donations left in trust mainly for the benefit of providing scholarships to high school graduates.

CITY OF DOVER, NEW HAMPSHIRE

Agency Funds

Combining Statement of Assets and Liabilities

June 30, 2005

	Performance <u>Deposits</u>	Chamber of <u>Commerce</u>	Department <u>Agency</u>	School <u>Agency</u>	<u>Total</u>
<u>ASSETS</u>					
Due from other funds	\$ <u>792,940</u>	\$ <u>3,083</u>	\$ <u>23,653</u>	\$ <u>3,940</u>	\$ <u>823,616</u>
Total Assets	\$ <u><u>792,940</u></u>	\$ <u><u>3,083</u></u>	\$ <u><u>23,653</u></u>	\$ <u><u>3,940</u></u>	\$ <u><u>823,616</u></u>
<u>LIABILITIES</u>					
Other liabilities	\$ <u>792,940</u>	\$ <u>3,083</u>	\$ <u>23,653</u>	\$ <u>3,940</u>	\$ <u>823,616</u>
Total Liabilities	\$ <u><u>792,940</u></u>	\$ <u><u>3,083</u></u>	\$ <u><u>23,653</u></u>	\$ <u><u>3,940</u></u>	\$ <u><u>823,616</u></u>

CITY OF DOVER, NEW HAMPSHIRE

Agency Funds

**Combining Statement of Changes in Assets
and Liabilities
For the Fiscal Year Ended June 30, 2005**

	<u>Balance July 1, 2004</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2005</u>
<u>Performance Deposits</u>				
Assets - due from other funds	\$ <u>931,983</u>	\$ <u>904,167</u>	\$ <u>(1,043,210)</u>	\$ <u>792,940</u>
Liabilities - other liabilities	\$ <u>931,983</u>	\$ <u>904,167</u>	\$ <u>(1,043,210)</u>	\$ <u>792,940</u>
<u>Chamber of Commerce</u>				
Assets - due from other funds	\$ <u>3,083</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>3,083</u>
Liabilities - other liabilities	\$ <u>3,083</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>3,083</u>
<u>Department Agency</u>				
Assets - due from other funds	\$ <u>22,963</u>	\$ <u>45,412</u>	\$ <u>(44,722)</u>	\$ <u>23,653</u>
Liabilities - other liabilities	\$ <u>22,963</u>	\$ <u>45,412</u>	\$ <u>(44,722)</u>	\$ <u>23,653</u>
<u>School Agency</u>				
Assets - due from other funds	\$ <u>11,060</u>	\$ <u>8,345</u>	\$ <u>(15,465)</u>	\$ <u>3,940</u>
Liabilities - other liabilities	\$ <u>11,060</u>	\$ <u>8,345</u>	\$ <u>(15,465)</u>	\$ <u>3,940</u>
<u>Totals</u>				
Assets - due from other funds	\$ <u>969,089</u>	\$ <u>957,924</u>	\$ <u>(1,103,397)</u>	\$ <u>823,616</u>
Liabilities - other liabilities	\$ <u>969,089</u>	\$ <u>957,924</u>	\$ <u>(1,103,397)</u>	\$ <u>823,616</u>

CITY OF DOVER, NEW HAMPSHIRE

Private Purpose Trust Funds

Combining Statement of Fiduciary Net Assets

June 30, 2005

	<u>Cemetery</u>	<u>Parks and Recreation</u>	<u>Welfare</u>	<u>School</u>	<u>Total</u>
<u>ASSETS</u>					
Due from other funds	\$ <u>136,021</u>	\$ <u>36,844</u>	\$ <u>98,293</u>	\$ <u>283,543</u>	\$ <u>554,701</u>
Total Assets	136,021	36,844	98,293	283,543	554,701
<u>LIABILITIES AND NET ASSETS</u>					
Accounts payable	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,000</u>	<u>1,000</u>
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,000</u>	<u>1,000</u>
<u>NET ASSETS</u>					
Total Net Assets Held in Trust	\$ <u><u>136,021</u></u>	\$ <u><u>36,844</u></u>	\$ <u><u>98,293</u></u>	\$ <u><u>282,543</u></u>	\$ <u><u>553,701</u></u>

CITY OF DOVER, NEW HAMPSHIRE

Private Purpose Trust Funds

**Combining Statement of Changes
in Fiduciary Net Assets
For Fiscal Year Ended June 30, 2005**

	<u>Cemetery</u>	<u>Parks and Recreation</u>	<u>Welfare</u>	<u>School</u>	<u>Total</u>
Additions:					
Contributions	\$ 469	\$ -	\$ -	\$ 1,300	\$ 1,769
Investment income	<u>4,232</u>	<u>1,244</u>	<u>3,797</u>	<u>11,872</u>	<u>21,145</u>
Total Additions	4,701	1,244	3,797	13,172	22,914
Deductions:					
Disbursements by agent	<u>447</u>	<u>-</u>	<u>621</u>	<u>10,438</u>	<u>11,506</u>
Total Deductions	<u>447</u>	<u>-</u>	<u>621</u>	<u>10,438</u>	<u>11,506</u>
Net Increase	4,254	1,244	3,176	2,734	11,408
Net Assets:					
Beginning of Year	<u>131,767</u>	<u>35,600</u>	<u>95,117</u>	<u>279,809</u>	<u>542,293</u>
End of Year	<u>\$ 136,021</u>	<u>\$ 36,844</u>	<u>\$ 98,293</u>	<u>\$ 282,543</u>	<u>\$ 553,701</u>

Capital Assets Used in the Operation

CITY OF DOVER, NEW HAMPSHIRE

Schedule of Changes in Capital Assets by Source

For the Year Ended June 30, 2005

	Capital Assets <u>July 1, 2004</u>	<u>Additions</u>	<u>Depreciation</u>	<u>Deletions</u>	Capital Assets <u>June 30, 2005</u>
Governmental:					
Land	\$ 10,334,060	\$ 626,599	\$ -	\$ -	\$ 10,960,659
Land improvements	3,985,506	1,999,937	(466,960)	-	5,518,483
Buildings and improvements	34,490,670	2,907,555	(902,392)	(29,448)	36,466,385
Machines, equipment and furnishings	10,969,631	1,474,861	(1,439,319)	(10,664)	10,994,509
Infrastructure	16,600,127	3,782,716	(1,602,999)	-	18,779,844
Construction in process	12,746,575	6,952,064	-	(8,872,522)	10,826,117
Subtotal	<u>89,126,569</u>	<u>17,743,732</u>	<u>(4,411,670)</u>	<u>(8,912,634)</u>	<u>93,545,997</u>
Business-Type:					
Land	2,036,726	-	-	-	2,036,726
Land improvements	2,046,243	-	(260,906)	-	1,785,337
Buildings and improvements	23,745,978	416,494	(912,503)	-	23,249,969
Machines, equipment and furnishings	2,179,174	1,292,265	(348,389)	-	3,123,050
Infrastructure	26,943,224	6,849,131	(923,202)	-	32,869,153
Construction in process	7,167,773	3,255,369	-	(8,230,859)	2,192,283
Subtotal	<u>64,119,118</u>	<u>11,813,259</u>	<u>(2,445,000)</u>	<u>(8,230,859)</u>	<u>65,256,518</u>
Total Primary Government:					
Land	12,370,786	626,599	-	-	12,997,385
Land improvements	6,031,749	1,999,937	(727,866)	-	7,303,820
Buildings and improvements	58,236,648	3,324,049	(1,814,895)	(29,448)	59,716,354
Machines, equipment and furnishings	13,148,805	2,767,126	(1,787,708)	(10,664)	14,117,559
Infrastructure	43,543,351	10,631,847	(2,526,201)	-	51,648,997
Construction in process	19,914,348	10,207,433	-	(17,103,381)	13,018,400
Total	<u>\$ 153,245,687</u>	<u>\$ 29,556,991</u>	<u>\$ (6,856,670)</u>	<u>\$ (17,143,493)</u>	<u>\$ 158,802,515</u>
Investments in Capital Assets:					
General fund revenues	\$ 89,126,569	\$ 17,743,732	\$ (4,411,670)	\$ (8,912,634)	\$ 93,545,997
Enterprise fund revenues	<u>64,119,118</u>	<u>11,813,259</u>	<u>(2,445,000)</u>	<u>(8,230,859)</u>	<u>65,256,518</u>
Total Investments in Capital Assets	<u>\$ 153,245,687</u>	<u>\$ 29,556,991</u>	<u>\$ (6,856,670)</u>	<u>\$ (17,143,493)</u>	<u>\$ 158,802,515</u>

CITY OF DOVER, NEW HAMPSHIRE

Schedule of Changes in Capital Assets
By Function and Activity

For the Year Ended June 30, 2005

	General Fixed Assets <u>July 1, 2004</u>	Net Additions	Net Depreciation	General Fixed Assets <u>June 30, 2005</u>
Governmental:				
General Government:				
City council	\$ 31,862	\$ -	\$ (2,056)	\$ 29,806
Executive	133,237	-	(13,770)	119,467
Finance	80,378	-	(5,186)	75,192
Planning	12,673	366,192	(818)	378,047
Miscellaneous	-	23,251	(2,325)	20,926
Total General Government	<u>258,150</u>	<u>389,443</u>	<u>(24,155)</u>	<u>623,438</u>
Public Safety:				
Police	823,900	83,649	(140,085)	767,464
Fire	<u>1,463,594</u>	<u>167,907</u>	<u>(66,469)</u>	<u>1,565,032</u>
Total Public Safety	<u>2,287,494</u>	<u>251,556</u>	<u>(206,554)</u>	<u>2,332,496</u>
Public Works:				
Community Services-Public Works	<u>46,823,129</u>	<u>4,385,001</u>	<u>(2,193,634)</u>	<u>49,014,496</u>
Total Public Works	<u>46,823,129</u>	<u>4,385,001</u>	<u>(2,193,634)</u>	<u>49,014,496</u>
Education:				
School department	<u>34,224,090</u>	<u>2,552,705</u>	<u>(1,245,622)</u>	<u>35,531,173</u>
Total Education	<u>34,224,090</u>	<u>2,552,705</u>	<u>(1,245,622)</u>	<u>35,531,173</u>
Human services:				
Human services	<u>26,792</u>	<u>-</u>	<u>(1,728)</u>	<u>25,064</u>
Total Human services	<u>26,792</u>	<u>-</u>	<u>(1,728)</u>	<u>25,064</u>
Culture and Recreation:				
Public library	1,397,388	171,283	(292,879)	1,275,792
Recreation	<u>4,109,526</u>	<u>827,233</u>	<u>(193,221)</u>	<u>4,743,538</u>
Total Culture and Recreation	<u>5,506,914</u>	<u>998,516</u>	<u>(486,100)</u>	<u>6,019,330</u>
Total Governmental Capital Assets	<u>\$ 89,126,569</u>	<u>\$ 8,577,221</u>	<u>\$ (4,157,793)</u>	<u>\$ 93,545,997</u>
Business-Type:				
Water	\$ 19,061,562	\$ 1,226,348	\$ (602,372)	\$ 19,685,538
Sewer	40,543,774	2,207,832	(1,700,264)	41,051,342
Arena	4,491,017	-	(142,364)	4,348,653
DIDA	<u>22,765</u>	<u>148,220</u>	<u>-</u>	<u>170,985</u>
Total Business-Type Capital Assets	<u>\$ 64,119,118</u>	<u>\$ 3,582,400</u>	<u>\$ (2,445,000)</u>	<u>\$ 65,256,518</u>
Total Capital Assets	<u>\$ 153,245,687</u>	<u>\$ 12,159,621</u>	<u>\$ (6,602,793)</u>	<u>\$ 158,802,515</u>

CITY OF DOVER, NEW HAMPSHIRE

Schedule of Capital Assets
By Function and Activity

June 30, 2005

	<u>Land</u>	<u>Land Improvements</u>	<u>Buildings</u>
Governmental:			
General Government:			
City council	\$ -	\$ -	\$ -
Executive	-	-	-
Finance	-	-	-
Planning	366,192	-	-
Miscellaneous	-	-	-
Total General Government	<u>366,192</u>	<u>-</u>	<u>-</u>
Public Safety:			
Police	-	-	114,156
Fire	-	9,069	435,243
Total Public Safety	<u>-</u>	<u>9,069</u>	<u>549,399</u>
Public Works:			
Community Services-Public Works	10,334,060	3,324,666	5,314,627
Total Public Works	<u>10,334,060</u>	<u>3,324,666</u>	<u>5,314,627</u>
Education:			
School department	-	399,606	27,533,211
Total Education	<u>-</u>	<u>399,606</u>	<u>27,533,211</u>
Human Services:			
Human services	-	-	-
Total Human Services	<u>-</u>	<u>-</u>	<u>-</u>
Culture and Recreation:			
Public library	-	-	819,485
Recreation	260,407	1,785,142	2,249,663
Total Culture and Recreation	<u>260,407</u>	<u>1,785,142</u>	<u>3,069,148</u>
Total Governmental Capital Assets	<u>\$ 10,960,659</u>	<u>\$ 5,518,483</u>	<u>\$ 36,466,385</u>
Business-Type:			
Water	\$ 688,531	\$ -	\$ 2,453,425
Sewer	1,096,305	1,616,981	16,930,847
Arena	251,890	168,355	3,865,697
DIDA	-	-	-
Total Business-Type Capital Assets	<u>\$ 2,036,726</u>	<u>\$ 1,785,336</u>	<u>\$ 23,249,969</u>
Total Capital Assets	<u>\$ 12,997,385</u>	<u>\$ 7,303,819</u>	<u>\$ 59,716,354</u>

<u>Machinery, Equipment and Furnishings</u>	<u>Infrastructure</u>	<u>Construction in Progress</u>	<u>Total</u>
\$ 29,806	\$ -	\$ -	\$ 29,806
119,467	-	-	119,467
75,192	-	-	75,192
11,855	-	-	378,047
20,926	-	-	20,926
<u>257,246</u>	<u>-</u>	<u>-</u>	<u>623,438</u>
653,308	-	-	767,464
1,108,760	-	11,960	1,565,032
<u>1,762,068</u>	<u>-</u>	<u>11,960</u>	<u>2,332,496</u>
1,513,958	18,345,380	10,181,805	49,014,496
<u>1,513,958</u>	<u>18,345,380</u>	<u>10,181,805</u>	<u>49,014,496</u>
6,734,444	388,735	475,177	35,531,173
<u>6,734,444</u>	<u>388,735</u>	<u>475,177</u>	<u>35,531,173</u>
25,064	-	-	25,064
<u>25,064</u>	<u>-</u>	<u>-</u>	<u>25,064</u>
456,307	-	-	1,275,792
245,422	45,729	157,175	4,743,538
<u>701,729</u>	<u>45,729</u>	<u>157,175</u>	<u>6,019,330</u>
\$ <u>10,994,509</u>	\$ <u>18,779,844</u>	\$ <u>10,826,117</u>	\$ <u>93,545,997</u>
\$ 1,625,912	\$ 14,764,805	\$ 152,866	\$ 19,685,539
1,434,428	18,104,348	1,868,433	41,051,342
62,710	-	-	4,348,652
-	-	170,985	170,985
<u>3,123,050</u>	<u>32,869,153</u>	<u>2,192,284</u>	<u>65,256,518</u>
\$ <u>14,117,559</u>	\$ <u>51,648,997</u>	\$ <u>13,018,401</u>	\$ <u>158,802,515</u>

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**STATISTICAL
SECTION**

CITY OF DOVER, NEW HAMPSHIRE

STATISTICAL SECTION

The City of Dover's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

	<u>Page</u>
Financial Trends	
<i>These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.</i>	130-139
Revenue Capacity	
<i>These schedules contain information to help reader assess the government's most significant local revenue source, the property tax.</i>	140-146
Debt Capacity	
<i>These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.</i>	147-149
Demographic and Economic Information	
<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.</i>	150-151
Operating Information	
<i>These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.</i>	152-157

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

City of Dover, New Hampshire

Net Assets by Component

Last Ten Fiscal Years (2)

(accrual basis of accounting)

	Fiscal Year		
	2003	2004	2005
Governmental Activities			
Invested in capital assets, net of related debt (1)	\$ 47,842,554	\$ 50,841,722	\$ 53,992,080
Restricted	449,317	467,560	135,140
Unrestricted	(3,376,708)	(4,956,172)	(5,048,192)
Total governmental activities net assets	\$ 44,915,163	\$ 46,353,110	\$ 49,079,028
Business-type activities			
Invested in capital assets, net of related debt	\$ 50,262,498	\$ 49,960,529	\$ 49,129,986
Restricted	908,920	1,548,748	2,961,035
Unrestricted	3,890,445	3,777,256	3,499,041
Total business-type activities net assets	\$ 55,061,863	\$ 55,286,533	\$ 55,590,062
Primary government			
Invested in capital assets, net of related debt	\$ 98,105,052	\$ 100,802,251	\$ 103,122,066
Restricted	1,358,237	2,016,308	3,096,175
Unrestricted	513,737	(1,178,916)	(1,549,151)
Total primary government net assets	\$ 99,977,026	\$ 101,639,643	\$ 104,669,090

Notes:

- (1) Net assets invested in capital assets, net of related debt were restated for FY03 and FY04.
- (2) The City will continue to annually report information until this schedule includes 10 fiscal years.

City of Dover, New Hampshire

Changes in Net Assets

Last Ten Fiscal Years (1)

(accrual basis of accounting)

	Fiscal Year		
	2003	2004	2005
Expenses			
Governmental activities:			
General government	\$ 3,745,857	\$ 3,809,832	\$ 4,833,784
Public safety	9,713,495	10,657,493	10,284,604
Public works	7,995,930	6,739,392	6,972,709
Culture and recreation	2,985,494	2,911,587	2,349,885
Education	36,502,911	37,408,903	37,715,317
Human services	630,133	1,481,363	1,156,326
Intergovernmental	3,695,246	4,639,183	4,336,892
Interest	1,492,822	1,646,763	1,815,709
Miscellaneous	318,758	-	-
Total governmental activities expenses	67,080,646	69,294,516	69,465,226
Business-type activities:			
Water services	2,326,346	2,521,875	2,779,842
Sewer services	4,327,567	4,566,230	4,647,438
Arena services	1,151,200	1,262,538	1,314,389
DIDA services	7,098	7,894	5,879
Total business-type activities expenses	7,812,211	8,358,537	8,747,548
Total primary government expenses	\$ 74,892,857	\$ 77,653,053	\$ 78,212,774
Program Revenues			
Governmental activities:			
Charges for services			
General government	\$ 1,484,034	\$ 871,799	\$ 1,312,097
Public safety	1,235,206	806,821	437,825
Public works	868,876	1,260,514	2,810,817
Culture and recreation	403,968	718,942	601,361
Education	9,004,003	12,951,805	13,493,145
Human services	6,230	11,749	196,645
Miscellaneous	54,573	-	-
Total charges for services	13,056,890	16,621,630	18,851,890
Operating grants and contributions	9,116,737	6,724,481	6,284,743
Capital grants and contributions	1,691,916	1,768,318	919,502
Total governmental activities program revenues	23,865,543	25,114,429	26,056,135
Business-type activities:			
Charges for services			
Water services	3,158,780	3,027,514	3,197,227
Sewer services	4,196,982	3,928,891	4,019,804
Arena services	783,190	1,062,556	1,202,974
DIDA services	-	-	250
Total charges for services	8,138,952	8,018,961	8,420,255
Operating grants and contributions	-	-	-
Capital grants and contributions	512,554	474,062	612,576
Total business-type activities program revenues	8,651,506	8,493,023	9,032,831
Total primary government program revenues	\$ 32,517,049	\$ 33,607,452	\$ 35,088,966
Net (Expenses)Revenue			
Governmental activities	\$ (43,215,103)	\$ (44,180,087)	\$ (43,409,091)
Business-type activities	839,295	134,486	285,283
Total Primary government net expense	\$ (42,375,808)	\$ (44,045,601)	\$ (43,123,808)
General Revenues and Other Changes in Net Assets			
Governmental activities:			
Property taxes	\$ 38,969,984	\$ 41,202,971	\$ 44,469,792
Motor vehicle registration tax	3,719,694	3,844,146	3,923,934
Penalties, interest and other taxes	196,283	218,578	8,419
Unrestricted investment income	244,495	334,854	433,788
Other revenue	223,362	100,160	123,533
Loss on sale of capital assets	-	-	(40,109)
Extraordinary Item	-	-	(2,793,947)
Transfers, net	14,524	(82,675)	9,599
Total governmental activities	43,368,342	45,618,034	46,135,009
Business-type activities:			
Investment income	11,042	7,509	27,845
Transfers, net	(14,524)	82,675	(9,599)
Total business-type activities	(3,482)	90,184	18,246
Total primary government	\$ 43,364,860	\$ 45,708,218	\$ 46,153,255
Change in Net Assets			
Governmental activities	\$ 153,239	\$ 1,437,947	\$ 2,725,918
Business-type activities	835,813	224,670	303,529
Total primary government	\$ 989,052	\$ 1,662,617	\$ 3,029,447

(1) The City will continue to annually report information until this schedule includes 10 fiscal years.

City of Dover, New Hampshire

Fund Balances, Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

	Fiscal Year									
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
All governmental funds										
Reserved for encumbrances	\$ 373,843	\$ 631,908	\$ 742,329	\$ 363,783	\$ 4,059,335	\$ 3,965,278	\$ 4,765,121	\$ 3,010,468	\$ 3,536,735	\$ 3,414,838
Reserved for advances	225,343	247,065	316,000	399,500	286,000	309,500	944,236	1,381,880	1,674,304	1,897,034
Reserved for capital outlay	1,562,742	2,046,855	1,172,303	3,500,512	600,176	6,023,208	259,577	4,167,670	4,614,028	10,007,680
Reserved for debt service	-	-	30,000	255,000	233,750	212,500	191,250	170,000	110,000	110,000
Reserved for other	27,441	22,276	23,077	25,707	27,484	27,682	28,938	23,424	29,963	39,161
Total Reserved	2,189,369	2,948,104	2,283,709	4,544,502	5,206,745	10,538,168	6,189,122	8,753,442	9,965,030	15,468,713
Unreserved	1,030,095	2,217,797	2,488,024	2,874,748	4,874,335	5,465,045	4,330,531	7,379,307	7,876,767	7,096,467
Total all governmental funds	<u>\$ 3,219,464</u>	<u>\$ 5,165,901</u>	<u>\$ 4,771,733</u>	<u>\$ 7,419,250</u>	<u>\$ 10,081,080</u>	<u>\$ 16,003,213</u>	<u>\$ 10,519,653</u>	<u>\$ 16,132,749</u>	<u>\$ 17,841,797</u>	<u>\$ 22,565,180</u>
General Fund										
Reserved for encumbrances	\$ 74,728	\$ 70,937	\$ 152,091	\$ 363,783	\$ 363,239	\$ 469,814	\$ 703,744	\$ 790,753	\$ 398,376	\$ 563,764
Reserved for advances (1)	225,343	247,065	316,000	399,500	286,000	309,500	944,236	1,381,880	1,674,304	1,897,034
Reserved for capital outlay (2)	43,363	71,426	78,176	291,930	263,680	286,559	259,577	85,693	148,750	127,500
Reserved for debt service	-	-	30,000	255,000	233,750	212,500	191,250	170,000	110,000	110,000
Reserved for other	-	-	-	-	-	-	-	-	-	-
Total Reserved	343,434	389,428	576,267	1,310,213	1,146,669	1,278,373	2,098,807	2,428,326	2,331,430	2,698,298
Unreserved	861,498	2,025,339	2,034,593	2,149,416	3,949,957	4,408,451	3,605,676	3,709,521	3,593,044	3,867,587
Total General Fund	<u>\$ 1,204,932</u>	<u>\$ 2,414,767</u>	<u>\$ 2,610,860</u>	<u>\$ 3,459,629</u>	<u>\$ 5,096,626</u>	<u>\$ 5,686,824</u>	<u>\$ 5,704,483</u>	<u>\$ 6,137,847</u>	<u>\$ 5,924,474</u>	<u>\$ 6,565,885</u>
Special Revenue funds										
Reserved for encumbrances	\$ -	\$ 41,715	\$ 153,600	\$ -	\$ 140,775	\$ 120,768	\$ 193,662	\$ 394,501	\$ 226,936	\$ 1,225,538
Reserved for advances	-	-	-	-	-	-	-	-	-	-
Reserved for capital outlay	-	-	-	-	-	-	-	-	-	-
Reserved for debt service	-	-	-	-	-	-	-	-	-	-
Reserved for other	27,441	22,276	23,077	25,707	27,484	27,682	28,938	23,424	29,963	39,161
Total Reserved	27,441	63,991	176,677	25,707	168,259	148,450	222,600	417,925	256,899	1,264,699
Unreserved	168,597	192,458	453,431	725,332	924,378	1,056,594	1,337,663	3,669,786	4,283,723	3,228,880
Total Special Revenue funds	<u>\$ 196,038</u>	<u>\$ 256,449</u>	<u>\$ 630,108</u>	<u>\$ 751,039</u>	<u>\$ 1,092,637</u>	<u>\$ 1,205,044</u>	<u>\$ 1,560,263</u>	<u>\$ 4,087,711</u>	<u>\$ 4,540,622</u>	<u>\$ 4,493,579</u>
Capital Project funds										
Reserved for encumbrances	\$ 299,115	\$ 519,256	\$ 436,638	\$ -	\$ 3,555,321	\$ 3,374,696	\$ 3,867,715	\$ 1,825,214	\$ 2,911,423	\$ 1,625,536
Reserved for advances	-	-	-	-	-	-	-	-	-	-
Reserved for capital outlay	1,519,379	1,975,429	1,094,127	3,208,582	336,496	5,736,649	-	4,081,977	4,465,278	9,880,180
Reserved for debt service	-	-	-	-	-	-	-	-	-	-
Reserved for other	-	-	-	-	-	-	-	-	-	-
Total Reserved	1,818,494	2,494,685	1,530,765	3,208,582	3,891,817	9,111,345	3,867,715	5,907,191	7,376,701	11,505,716
Unreserved	-	-	-	-	-	-	(612,808)	-	-	-
Total Capital Project funds	<u>\$ 1,818,494</u>	<u>\$ 2,494,685</u>	<u>\$ 1,530,765</u>	<u>\$ 3,208,582</u>	<u>\$ 3,891,817</u>	<u>\$ 9,111,345</u>	<u>\$ 3,254,907</u>	<u>\$ 5,907,191</u>	<u>\$ 7,376,701</u>	<u>\$ 11,505,716</u>

Data Source:

Audited Financial Statements

Beginning in Fiscal Year 2003 Special Revenue Funds include funds which were previously considered Trust Funds under the Pre GASB 34 reporting model.

Notes:

- (1) This reserve is for the cash advance to the Arena Fund.
- (2) Appropriations for capital assets financed through the General Fund have a 3 year life or until the purpose is met.

City of Dover, New Hampshire

Changes in Fund Balances, Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

	Fiscal Year									
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Revenues										
Taxes	\$26,315,269	\$27,896,396	\$27,475,883	\$29,211,331	\$29,376,946	\$32,105,887	\$35,759,199	\$39,127,067	\$41,635,187	\$44,425,858
Licenses and permits	2,237,778	2,549,240	2,842,129	3,005,048	3,344,023	3,686,246	3,944,619	4,096,208	4,254,976	4,379,423
Intergovernmental	3,425,445	4,824,697	4,468,834	4,480,277	4,983,314	5,235,678	5,971,855	7,028,720	8,277,017	6,779,512
Current service charges	2,018,643	2,245,852	2,296,463	2,454,321	2,441,185	2,799,133	2,875,191	3,986,260	3,682,668	6,696,041
Education	3,537,781	3,668,590	4,174,750	4,446,561	8,823,894	9,333,811	11,003,650	11,740,906	11,666,453	11,589,151
Miscellaneous revenue	998,663	1,001,989	1,924,630	1,273,730	1,472,918	1,734,335	1,302,185	1,060,772	1,427,204	1,597,921
Total revenues	38,533,579	42,186,764	43,182,688	44,871,268	50,442,280	54,895,090	60,856,699	67,039,934	70,943,506	75,467,906
Expenditures										
General government	\$ 2,113,726	\$ 2,190,035	\$ 2,018,075	\$ 2,220,952	\$ 2,752,678	\$ 2,957,861	\$ 3,049,278	\$ 3,362,579	\$ 3,682,989	\$ 4,510,703
Public safety	6,082,111	6,242,617	6,953,254	7,027,867	7,931,994	8,516,843	9,016,550	9,669,513	10,453,530	11,220,754
Public works	3,379,036	3,317,729	3,479,659	3,674,158	3,685,294	4,264,705	4,158,688	5,278,346	4,774,012	5,488,069
Culture and recreation	1,236,780	1,367,155	1,449,134	1,569,064	1,733,286	1,891,421	1,969,556	2,026,355	2,232,117	2,207,717
Education	20,120,691	20,751,169	21,342,687	22,553,697	24,750,933	27,151,429	31,382,245	34,643,006	36,706,948	37,366,752
Human services	750,569	1,329,668	1,397,457	1,050,727	1,109,990	1,617,411	1,141,594	1,181,469	1,475,210	1,171,342
Intergovernmental	2,496,169	2,463,777	2,741,840	2,729,400	2,824,052	2,855,108	3,666,619	3,695,246	4,639,183	4,336,892
Capital outlay (1)	2,122,659	2,252,050	2,480,628	13,522,595	6,450,130	8,894,073	7,596,771	7,471,290	5,393,035	6,952,065
Debt service										
Principal	1,392,615	1,429,326	1,735,106	1,802,942	2,000,038	3,291,991	4,006,958	3,998,487	4,214,821	4,220,335
Interest	982,344	1,048,770	1,062,741	1,051,474	1,394,983	1,159,145	1,700,213	1,524,218	1,644,937	1,799,495
Total expenditures	40,676,600	42,392,296	44,660,581	57,202,876	54,633,378	62,599,987	67,688,452	72,850,509	75,216,782	79,274,123
Excess of revenues										
Over(under) expenditures	(2,143,021)	(205,532)	(1,477,893)	(12,331,608)	(4,191,098)	(7,704,897)	(6,831,753)	(5,810,575)	(4,273,276)	(3,806,217)
Other Financing Sources (Uses)										
Proceeds from borrowing	\$ 1,756,511	\$ 2,272,871	\$ 1,047,289	\$ 14,720,603	\$ 6,920,928	\$ 13,586,400	\$ 1,229,000	\$ 9,159,000	\$ 6,065,000	\$ 8,520,000
Transfers in	730,864	256,138	36,435	503,071	257,193	577,740	531,781	944,509	1,040,165	1,148,898 (2)
Transfers out	(668,709)	(377,040)	-	(244,571)	(325,193)	(537,110)	(412,588)	(929,985)	(1,122,840)	(1,139,298) (2)
Total governmental activities	1,818,666	2,151,969	1,083,724	14,979,103	6,852,928	13,627,030	1,348,193	9,173,524	5,982,325	8,529,600
Net Change in fund balances	\$ (324,355)	\$ 1,946,437	\$ (394,169)	\$ 2,647,495	\$ 2,661,830	\$ 5,922,133	\$ (5,483,560)	\$ 3,362,949	\$ 1,709,049	\$ 4,723,383
Debt Service as a percentage of non-capital outlay expenditures										
	6.2%	6.2%	6.6%	6.5%	7.0%	8.3%	9.5%	8.4%	8.4%	8.3%

Data Source:

Audited Financial Statements

Beginning in Fiscal Year 2003 Special Revenue Funds include funds which were previously considered Trust Funds under the Pre GASB 34 reporting model.

Notes

(1) Capital outlay expenditures are presented within other function categories on page 32.

(2) Gross amounts of transfers in and out are presented here, while transfers between nonmajor governmental funds have been eliminated on page 32.

City of Dover, New Hampshire

Changes in Fund Balances - General Fund

Last Fiscal Year:

(modified accrual basis of accounting)

Revenues	Fiscal Year									
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Taxes	\$ 36,015,269	\$ 37,894,396	\$ 37,875,660	\$ 38,211,101	\$ 35,140,518	\$ 37,660,709	\$ 38,666,662	\$ 38,644,699	\$ 41,525,541	\$ 44,054,961
Utilities and permits	2,257,778	2,540,304	2,845,129	3,005,043	3,344,023	3,586,246	3,944,619	4,386,209	4,256,996	4,179,400
Intergovernmental	354,223	1,324,304	1,426,947	1,546,811	1,610,534	1,676,881	1,766,065	1,814,753	1,890,604	2,069,699
Current service charges	742,954	812,380	945,757	1,005,678	954,796	1,054,943	1,130,036	1,104,049	1,186,191	1,286,676
Educator	3,537,781	3,668,590	4,174,790	4,446,561	8,823,864	8,333,811	10,756,527	10,740,466	11,664,480	11,669,151
Miscellaneous revenue	606,034	952,812	623,465	620,461	563,059	1,040,602	660,605	478,202	481,066	773,048
Total revenues	34,754,080	37,012,722	37,405,834	38,931,080	44,837,318	48,657,965	53,765,834	56,000,971	60,961,267	64,477,930
Expenditures by function										
General government	\$ 2,115,726	\$ 2,190,055	\$ 2,016,075	\$ 2,220,952	\$ 2,752,676	\$ 2,840,239	\$ 3,007,590	\$ 3,546,305	\$ 3,516,372	\$ 3,800,630
Public safety	5,451,752	5,607,494	6,237,644	6,367,807	6,917,081	7,364,837	7,762,336	8,530,556	9,246,045	9,375,122
Public works	2,305,446	2,830,860	3,037,741	3,196,441	3,169,586	3,570,785	3,536,102	4,431,367	3,821,571	4,594,796
Culture and recreation	1,165,268	1,277,231	1,401,167	1,498,630	1,662,017	1,863,347	1,926,516	1,970,218	2,367,331	2,123,434
Education	11,881,192	13,044,231	14,732,492	16,709,416	31,761,697	24,009,499	25,288,494	29,195,679	30,486,749	31,380,647
Human services	353,161	362,215	396,391	425,616	414,116	446,689	550,038	652,336	736,727	785,254
Intergovernmental	2,436,169	2,463,777	2,741,640	2,729,470	2,824,052	2,855,108	3,666,619	3,692,246	4,526,183	4,336,662
Debt service										
Principal	1,362,616	1,425,326	1,735,106	1,802,942	2,000,038	3,291,361	4,006,958	3,696,467	4,214,821	4,220,035
Interest	962,344	1,043,770	1,062,741	1,061,474	1,364,363	1,159,145	1,700,216	1,524,218	1,844,637	1,786,495
Total expenditures	34,749,833	35,456,645	37,333,977	38,002,750	42,915,128	47,700,048	53,967,667	56,643,312	60,520,406	63,152,004
Excess of revenues										
Over/under expenditures	44,267	1,556,077	169,667	828,330	1,922,190	957,917	698,247	1,356,959	436,961	1,307,696
Other Financing Sources / Uses										
Proceeds from borrowing										
Transfers in	104,666	10,000	36,456	241,000	361,000	10,000	10,000	49,666	60,606	10,000
Transfers out	(614,320)	(777,340)	-	(240,571)	(221,460)	(419,781)	(401,668)	(677,190)	(726,152)	(856,488)
Total governmental activities	(509,654)	(767,340)	36,456	100,429	139,540	(409,781)	(391,668)	(627,524)	(665,546)	(846,488)
Net Change in fund balances	\$ (465,387)	\$ (208,603)	\$ 196,122	\$ 848,759	\$ 1,802,637	\$ 548,136	\$ (703,421)	\$ (270,565)	\$ (234,640)	\$ (540,412)

Data Sources:

Audited Financial Statements

Notes:

(1) Gross amounts of transfers in and out are presented here, while transfers between nonmajor governmental funds have been eliminated on page 32.

City of Dover, New Hampshire

Expenditures and Other Financing Uses by Department and Budget Category, General Fund

Last Ten Fiscal Years

(modified accrual basis of accounting)

	Fiscal Year									
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Expenditures and Other Financing Uses by Department										
City Council	\$ 86,399	\$ 58,346	\$ 71,976	\$ 85,489	\$ 107,578	\$ 186,097	\$ 112,800	\$ 168,692	\$ 123,588	\$ 166,079
Executive	596,081	590,160	642,298	682,316	752,796	846,339	850,698	971,367	971,526	992,420
Finance	593,085	603,501	646,375	681,140	777,324	810,424	849,294	909,226	999,573	1,038,197
Planning	328,519	316,721	352,496	404,343	453,817	482,143	532,981	632,960	625,812	681,931
Misc General Government	506,623	598,244	264,940	367,664	681,163	617,235	661,817	800,790	797,573	1,055,204
Police	3,103,816	3,026,893	3,428,292	3,596,930	3,958,283	4,258,256	4,540,236	4,853,276	5,068,999	5,426,281
Fire and Rescue	2,465,479	2,594,532	2,849,642	2,944,140	3,154,814	3,397,942	3,584,167	3,918,515	4,415,359	4,840,326
Community Services - Public works	2,905,446	2,838,549	3,007,741	3,156,441	3,189,499	3,590,380	3,538,122	3,939,992	4,014,246	4,594,796
Community Services - Recreation	562,169	650,709	729,507	794,531	893,440	1,126,336	1,075,165	1,041,702	1,066,303	1,090,059
Public Library	607,119	628,562	671,660	704,069	788,577	861,011	891,255	931,516	1,020,998	1,033,376
Human services	358,161	362,215	396,391	425,516	419,360	451,689	550,038	653,350	730,727	785,254
Transfers out (non-departmental only)	500,000	377,040	-	43,260	100,000	-	-	-	9,563	-
Total City Departments	12,612,895	12,645,473	13,061,318	13,885,839	15,256,651	16,627,852	17,186,574	18,821,385	19,844,267	21,703,921
Education (includes transfers out)	17,880,332	18,248,537	18,732,972	19,773,666	21,760,597	24,205,700	27,219,912	29,580,879	30,895,349	31,787,847
Debt service										
Principal	1,392,615	1,429,326	1,735,106	1,802,942	2,000,039	3,291,991	4,006,958	3,998,487	4,214,821	4,220,335
Interest	982,344	1,048,770	1,062,741	1,051,474	1,394,983	1,159,145	1,700,213	1,524,218	1,644,938	1,799,495
Total Debt Service	2,374,960	2,478,097	2,797,847	2,854,417	3,395,022	4,451,136	5,707,171	5,522,705	5,859,759	6,019,830
Intergovernmental	2,496,169	2,463,777	2,741,840	2,729,400	2,824,052	2,855,108	3,666,619	3,695,246	4,639,183	4,336,892
Total expenditures	\$ 35,364,356	\$ 35,835,883	\$ 37,333,977	\$ 39,243,321	\$ 43,236,322	\$ 48,139,796	\$ 53,780,275	\$ 57,620,216	\$ 61,238,558	\$ 63,848,489

Expenditures and Other Financing Uses by Budget Category

Personal Services	\$ 8,655,259	\$ 8,745,701	\$ 9,711,545	\$ 10,265,197	\$ 10,836,515	\$ 11,681,010	\$ 12,502,348	\$ 13,808,654	\$ 14,932,655	\$ 16,451,610
Purchased Services	1,331,675	1,512,592	1,616,325	1,528,139	1,713,295	1,918,064	1,901,760	2,231,413	2,360,389	2,442,236
Supplies	1,119,527	1,135,134	1,080,587	1,380,069	1,470,449	1,680,601	1,584,482	1,717,474	1,745,585	1,904,423
Capital Outlay	265,828	169,965	361,277	249,150	547,830	542,656	449,300	337,536	198,291	212,104
Other Expenses	469,216	589,367	224,263	266,560	367,370	367,568	361,682	430,119	364,471	402,063
Transfers out	771,391	492,715	67,322	196,723	321,193	437,956	387,002	296,190	242,876	291,485
Total City Departments	12,612,895	12,645,473	13,061,318	13,885,839	15,256,651	16,627,852	17,186,574	18,821,385	19,844,267	21,703,921
Education (includes transfers out)	17,880,332	18,248,537	18,732,972	19,773,666	21,760,597	24,205,700	27,219,912	29,580,879	30,895,349	31,787,847
Debt service										
Principal	1,392,615	1,429,326	1,735,106	1,802,942	2,000,039	3,291,991	4,006,958	3,998,487	4,214,821	4,220,335
Interest	982,344	1,048,770	1,062,741	1,051,474	1,394,983	1,159,145	1,700,213	1,524,218	1,644,938	1,799,495
Total Debt Service	2,374,960	2,478,097	2,797,847	2,854,417	3,395,022	4,451,136	5,707,171	5,522,705	5,859,759	6,019,830
Intergovernmental	2,496,169	2,463,777	2,741,840	2,729,400	2,824,052	2,855,108	3,666,619	3,695,246	4,639,183	4,336,892
Total expenditures	\$ 35,364,356	\$ 35,835,883	\$ 37,333,977	\$ 39,243,321	\$ 43,236,322	\$ 48,139,796	\$ 53,780,275	\$ 57,620,216	\$ 61,238,558	\$ 63,848,489

Expenditures as a percentage of total

City Departments	35.7%	35.3%	35.0%	35.4%	35.3%	34.5%	32.0%	32.7%	32.4%	34.0%
Education	50.6%	50.9%	50.2%	50.4%	50.3%	50.3%	50.6%	51.3%	50.5%	49.8%
Debt service	6.7%	6.9%	7.5%	7.3%	7.9%	9.2%	10.6%	9.6%	9.8%	9.4%
Intergovernmental	7.1%	6.9%	7.3%	7.0%	6.5%	5.9%	6.8%	6.4%	7.8%	6.8%
Total	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

Expenditure Percentage Change

City Departments	3.1%	0.3%	3.3%	6.3%	9.9%	9.0%	3.4%	9.5%	5.4%	9.4%
Education	2.6%	2.1%	2.7%	5.6%	10.0%	11.2%	12.5%	8.7%	4.4%	2.9%
Debt service	8.6%	4.3%	12.9%	2.0%	18.9%	31.1%	28.2%	-3.2%	6.1%	2.7%
Intergovernmental	3.0%	-1.3%	11.3%	-0.5%	3.5%	1.1%	28.4%	0.8%	25.5%	-6.5%
Total	3.2%	1.3%	4.2%	5.1%	10.2%	11.3%	11.7%	7.1%	6.3%	4.3%

Data Source:

Audited internal City of Dover Financial Statements

City of Dover, New Hampshire

Changes in Fund Balances, Special Revenue Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

Revenues	Fiscal Year									
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 235,928	\$ 252,708	\$ 173,317	\$ 477,468	\$ 109,646	\$ 371,497
Licenses and permits	-	-	-	-	-	-	-	-	-	1,020
Intergovernmental	2,034,822	3,075,304	2,815,663	2,632,908	3,209,546	3,391,181	4,038,970	4,613,018	5,875,326	4,573,196
Current service charges	1,275,739	1,333,472	1,350,706	1,453,443	1,454,642	1,615,597	1,627,738	2,644,336	2,338,255	3,338,544
Education	-	-	-	-	-	-	245,123	-	-	-
Miscellaneous revenue	318,725	333,036	1,053,266	561,126	492,409	640,397	621,380	559,833	861,377	548,268
Total revenues	3,629,286	4,741,812	5,219,635	4,647,477	5,392,525	5,899,883	6,706,528	8,294,655	9,184,604	8,832,525
Expenditures										
General government	-	-	-	-	-	15,622	41,688	416,274	164,917	576,873
Public safety	630,359	635,123	715,310	640,260	1,014,933	1,152,006	1,253,614	1,168,557	1,204,485	1,245,632
Public works	473,590	486,869	471,918	517,717	515,708	691,920	620,546	826,979	842,441	893,273
Culture and recreation	67,492	89,324	47,967	70,464	51,269	28,074	43,040	53,137	144,816	84,283
Education	2,240,259	2,502,632	2,609,715	2,823,879	2,990,336	2,947,524	4,173,550	5,443,127	6,220,199	5,985,905
Human services	392,408	967,453	1,001,066	625,211	695,874	1,170,722	591,556	528,133	744,483	386,088
Total expenditures	3,804,108	4,681,401	4,845,976	4,677,531	5,268,120	6,005,868	6,723,994	8,436,207	9,321,341	9,172,054
Excess of revenues										
Over(under) expenditures	(174,822)	60,411	373,659	(30,054)	124,405	(105,985)	(17,466)	(141,552)	(136,737)	(339,529)
Other Financing Sources (Uses)										
Transfers in	125,965	-	-	154,963	221,193	315,751	372,685	671,648	676,337	733,299
Transfers out	(54,186)	-	-	(4,000)	(4,000)	(97,359)	-	(252,795)	(86,688)	(440,813)
Total governmental activities	71,779	-	-	150,963	217,193	218,392	372,685	418,853	589,649	292,486
Net Change in fund balances	\$ (103,043)	\$ 60,411	\$ 373,659	\$ 120,909	\$ 341,598	\$ 112,407	\$ 355,219	\$ 277,301	\$ 452,912	\$ (47,043)

Data Source

Audited Financial Statements

Beginning in Fiscal Year 2003 Special Revenue Funds include funds which were previously considered Trust Funds under the Pre GASB 34 reporting model.

City of Dover, New Hampshire

Changes in Fund Balances, Capital Project Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

	Fiscal Year									
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Revenues										
Intergovernmental	\$ 36,400	\$ 425,089	\$ 226,524	\$ 300,558	\$ 163,234	\$ 168,616	\$ 166,820	\$ 500,945	\$ 490,855	\$ 136,357
Current service charges	-	-	-	-	31,753	128,596	217,417	217,625	226,222	1,770,819
Education	-	-	-	-	-	-	-	-	-	-
Miscellaneous revenue	73,804	6,143	242,895	92,143	17,450	-	-	22,737	80,468	270,305
Total revenues	110,204	431,232	469,419	392,701	212,437	297,212	384,237	741,307	797,545	2,177,481
Expenditures										
Capital outlay	2,122,659	2,252,050	2,480,628	13,522,595	6,450,130	8,894,073	7,596,771	7,471,290	5,393,035	6,952,065
Total expenditures	2,122,659	2,252,050	2,480,628	13,522,595	6,450,130	8,894,073	7,596,771	7,471,290	5,393,035	6,952,065
Excess of revenues										
Over(under) expenditures	(2,012,455)	(1,820,818)	(2,011,209)	(13,129,894)	(6,237,693)	(8,596,861)	(7,212,534)	(6,729,983)	(4,595,490)	(4,774,584)
Other Financing Sources (Uses)										
Proceeds from borrowing	1,756,511	2,272,871	1,047,289	14,720,603	6,920,928	13,586,400	1,229,000	9,159,000	6,065,000	8,520,000
Transfers in	500,000	224,138	-	87,108	-	229,989	127,096	223,266	300,000	383,599
Transfers out	-	-	-	-	-	-	-	-	(300,000)	-
Total governmental activities	2,256,511	2,497,009	1,047,289	14,807,711	6,920,928	13,816,389	1,356,096	9,382,266	6,065,000	8,903,599
Net Change in fund balances	\$ 244,056	\$ 676,191	\$ (963,920)	\$ 1,677,817	\$ 683,235	\$ 5,219,528	\$ (5,856,438)	\$ 2,652,283	\$ 1,469,510	\$ 4,129,015

Data Source:

Audited Financial Statements

City of Dover, New Hampshire

Combined Utility Fund Revenue, Expenses, and Changes in Fund Net Assets Last Ten Fiscal Years

Fiscal Year	Revenue					Expenses					Increase (Decrease) Total Net Assets	Total Net Assets
	Intergovernmental	Charges for Services	Other	Transfers In	Total	Operations & Maintenance	Depreciation	Interest Expense	Transfers Out	Total		
2005	\$ 612,576	\$ 6,880,875	\$ 363,769	\$ 1,043,000	\$ 8,900,220	\$ 4,407,360	\$ 2,302,636	\$ 717,284	\$ 1,052,599	\$ 8,479,879	\$ 420,341	\$ 55,625,595
2004	474,062	6,383,456	580,370	82,675	7,520,563	3,952,020	2,139,939	996,146	-	7,088,105	432,458	55,205,244
2003	512,554	6,957,737	409,068	-	7,879,359	3,560,102	2,087,337	1,006,474	14,524	6,668,438	1,210,921	54,772,785 (1)
2002	565,334	5,130,038	136,903	735,000	6,567,275	3,285,298	2,264,227	1,136,101	592,245	7,277,871	(710,596)	53,561,864 (2)
2001	679,857	5,498,937	217,157	867,000	7,262,951	3,294,038	2,214,503	908,358	340,000	6,756,899	506,052	44,826,544
2000	638,392	4,999,583	179,590	-	5,817,565	2,877,432	2,225,281	1,018,410	315,000	6,436,123	(618,558)	44,210,697
1999	759,847	4,888,517	102,005	-	5,750,369	2,859,706	2,237,918	1,125,162	290,000	6,512,786	(762,417)	44,721,602
1998	791,522	4,693,006	164,281	500,607	6,149,416	2,779,065	2,099,376	1,207,484	245,339	6,331,264	(181,848)	45,407,210
1997	844,890	4,349,900	115,840	-	5,310,630	2,858,341	2,121,251	1,314,859	180,000	6,474,451	(1,163,821)	45,207,968
1996	866,915	4,539,264	34,833	232,000	5,673,012	2,587,938	2,093,021	1,359,046	215,000	6,255,005	(581,993)	46,330,152

Includes Water and Sewer Funds

Water Fund Revenue, Expenses, and Changes in Fund Net Assets Last Ten Fiscal Years

Fiscal Year	Revenue					Expenses					Increase (Decrease) Total Net Assets	Total Net Assets
	Intergovernmental	Charges for Services	Other	Transfers In	Total	Operations & Maintenance	Depreciation	Interest Expense	Transfers Out	Total		
2005	\$ 15,000	\$ 3,056,682	\$ 150,305	\$ 440,000	\$ 3,661,987	\$ 1,990,737	\$ 602,372	\$ 186,733	\$ 446,500	\$ 3,226,342	\$ 435,645	\$ 15,538,845
2004	-	2,789,034	240,517	82,675	3,112,226	1,762,176	526,183	233,516	-	2,521,875	590,351	15,103,200
2003	-	3,040,583	121,338	-	3,161,921	1,611,453	501,377	213,516	-	2,326,346	835,575	14,512,849 (1)
2002	-	2,217,796	47,485	400,000	2,665,281	1,513,683	465,709	259,524	292,245	2,531,161	134,120	13,677,274 (2)
2001	-	2,287,727	19,100	142,000	2,448,827	1,377,318	438,642	118,840	40,000	1,974,800	474,027	13,875,032
2000	-	2,169,065	12,030	-	2,181,095	1,227,278	430,875	147,350	40,000	1,845,503	335,592	7,791,977
1999	-	2,052,582	16,239	-	2,068,821	1,125,482	406,385	162,953	40,000	1,734,820	334,001	7,348,732
1998	-	2,031,133	16,834	3,216	2,051,183	1,136,149	339,450	183,506	40,000	1,699,105	352,078	6,937,923
1997	-	1,840,024	52,250	-	1,892,274	1,118,561	337,945	201,175	40,000	1,697,681	194,593	6,184,608
1996	-	1,897,731	18,467	-	1,916,198	1,031,755	332,770	180,753	40,000	1,585,278	330,920	5,957,899

Sewer Fund Revenue, Expenses, and Changes in Fund Net Assets Last Ten Fiscal Years

Fiscal Year	Revenue					Expenses					Increase (Decrease) Total Net Assets	Total Net Assets
	Intergovernmental	Charges for Services	Other	Transfers In	Total	Operations & Maintenance	Depreciation	Interest Expense	Transfers Out	Total		
2005	\$ 597,576	\$ 3,824,193	\$ 213,464	\$ 603,000	\$ 5,238,233	\$ 2,416,623	\$ 1,700,264	\$ 530,551	\$ 606,099	\$ 5,253,537	\$ (15,304)	\$ 40,086,740
2004	474,062	3,594,422	339,853	-	4,408,337	2,189,844	1,613,756	762,630	-	4,566,230	(157,893)	40,102,044
2003	512,554	3,917,154	287,730	-	4,717,438	1,948,649	1,585,960	792,958	14,524	4,342,091	375,347	40,259,937 (1)
2002	565,334	2,912,242	89,418	335,000	3,901,994	1,771,615	1,798,518	876,577	300,000	4,746,710	(844,716)	39,884,590 (2)
2001	679,857	3,211,210	198,057	725,000	4,814,124	1,916,720	1,775,861	789,518	300,000	4,782,099	32,025	36,451,512
2000	638,392	2,830,518	167,580	-	3,636,470	1,650,154	1,794,406	871,060	275,000	4,590,620	(954,150)	36,418,720
1999	759,847	2,835,935	85,766	-	3,681,548	1,734,224	1,831,533	962,209	250,000	4,777,966	(1,096,418)	37,372,870
1998	791,522	2,661,873	147,447	497,391	4,098,233	1,642,916	1,759,926	1,023,978	205,339	4,632,159	(533,926)	38,469,287
1997	844,890	2,509,876	63,590	-	3,418,356	1,739,780	1,783,306	1,113,684	140,000	4,776,770	(1,358,414)	39,023,360
1996	866,915	2,641,533	16,366	232,000	3,756,814	1,556,183	1,760,251	1,178,293	175,000	4,669,727	(912,913)	40,372,253

Data Source:
Audited Financial Reports

Notes:

- (1) Beginning in Fiscal Year 2003 includes Capital Reserve Funds which were previously considered Trust Funds.
(2) Total Net Assets as restated for Fiscal Year ending June 30, 2002. Restatement resulting from adjustment of capital asset values and accumulated depreciation.

City of Dover, New Hampshire

Arena Fund Revenue, Expenses, and Changes in Fund Net Assets

Last Ten Fiscal Years

Fiscal Year	Revenue					Expenses					Increase (Decrease)	
	Intergovernmental	Charges for Services	Other	Transfers In	Total	Operations & Maintenance	Depreciation	Interest Expense	Transfers Out	Total	Total Net Assets	Total Net Assets
2005	-	\$ 1,153,168	\$ 50,038	\$ -	\$ 1,203,206	\$ 1,013,035	\$ 142,364	\$ 158,990	\$ -	\$ 1,314,389	\$ (111,183)	\$ (1,099,173)
2004	-	996,402	66,242	-	1,062,644	944,294	142,364	175,880	-	1,262,538	(199,894)	(987,990)
2003	-	744,278	38,912	-	783,190	813,758	144,174	193,268	-	1,151,200	(368,010)	(788,096) (1)
2002	-	703,767	26,734	-	730,501	905,837	124,252	229,307	-	1,259,396	(528,895)	(420,086) (2&3)
2001	-	503,124	-	100,000	603,124	653,641	68,291	19,014	-	740,946	(137,822)	(244,184)
2000	-	498,644	-	-	498,644	479,116	72,650	21,220	-	572,986	(74,342)	(106,362)
1999	-	496,101	-	-	496,101	470,494	75,876	23,470	-	569,840	(73,739)	(32,020)
1998	-	514,662	-	-	514,662	456,332	73,424	26,157	-	555,913	(41,251)	41,719
1997	-	498,526	-	-	498,526	446,293	59,229	18,584	-	524,106	(25,580)	82,970
1996	-	506,087	-	-	506,087	442,400	44,175	9,570	-	496,145	9,942	108,550

Data Source:

Audited Financial Reports

Notes:

(1) Beginning in Fiscal Year 2003 includes Capital Reserve Funds which were previously considered Trust Funds.

(2) Total Net Assets as restated for Fiscal Year ending June 30, 2002. Restatement resulting from adjustment of capital asset values and accumulated depreciation.

(3) The Arena facility was expanded adding a second enclosed ice sheet that came on-line during fiscal year 2002.

City of Dover, New Hampshire

General Government Tax Revenues by Source

Last Ten Fiscal Years

Fiscal Year	Property Taxes	Current Use Penalties	Boat Tax	Yield Tax	Payment in Lieu of Tax	Excavation Tax	Activity Tax (1)	Tax Interest & Penalties	Total
2005	\$ 43,776,292	\$ 363,102	\$ 24,174	\$ 1,456	\$ 57,145	\$ 9,863	\$ -	\$ 193,827	\$ 44,425,858
2004	41,200,107	108,017	26,275	4,651	68,874	8,700	-	218,562	41,635,187
2003	38,345,800	475,838	22,759	4,945	71,298	10,143	-	196,283	39,127,067
2002	35,273,175	162,276	23,328	3,279	99,639	13,953	-	183,548	35,759,198
2001	31,494,896	250,246	20,745	765	90,005	10,459	35,085	203,687	32,105,886
2000	28,596,237	341,124	21,473	19,047	93,506	10,743	39,410	255,406	29,376,946
1999	28,702,711	119,434	21,209	9,341	86,259	6,371	35,464	230,542	29,211,331
1998	27,013,636	80,986	-	3,598	94,715	-	19,938	263,009	27,475,882
1997	27,277,050	132,826	15,962	6,325	41,213	-	-	423,020	27,896,396
1996	25,780,647	46,988	16,490	10,850	41,449	-	-	418,844	26,315,269

Data Source:

Audited Internal Financial Statements

Notes:

- (1) Activity tax was ruled unconstitutional by N.H. Supreme Court.

City of Dover, New Hampshire

Property Tax Levies and Collections

Last Ten Fiscal Years

Fiscal Year	Property Tax Levied for Fiscal Year	Collected within the Fiscal Year of the Levy		Balance at Fiscal Year End of Levy Year	Subsequent Tax Collections	Balance at end of Current Fiscal year	Total Collections to Date		Number of Parcels		
		Amount	% of Levy				Amount	% of Levy	in Levy	Liened	% Liened
2005	\$ 43,833,406	42,209,865	96.3%	\$ 1,623,541	\$ -	\$ 1,623,541	\$ 42,209,865	96.3%	9,103	249	2.7%
2004	41,081,332	39,523,636	96.2%	1,557,696	1,339,298	218,398	40,862,934	99.5%	9,009	262	2.9%
2003	38,378,893	36,736,461	95.7%	1,642,433	1,547,181	95,251	38,283,642	99.8%	8,888	310	3.5%
2002	35,301,454	33,862,981	95.9%	1,438,473	1,438,296	177	35,301,277	100.0%	8,735	301	3.4%
2001	31,525,308	30,190,566	95.8%	1,334,742	1,334,578	164	31,525,144	100.0%	8,673	318	3.7%
2000	28,514,086	27,305,905	95.8%	1,208,181	1,208,029	152	28,513,935	100.0%	8,498	397	4.7%
1999	28,513,295	27,184,820	95.3%	1,328,475	1,328,475	-	28,513,295	100.0%	8,502	405	4.8%
1998	27,295,037	25,825,560	94.6%	1,469,477	1,469,477	-	27,295,037	100.0%	8,497	383	4.5%
1997	26,448,046	24,902,283	94.2%	1,545,763	1,545,763	-	26,448,046	100.0%	8,445	370	4.4%
1996	25,592,819	23,530,842	91.9%	2,061,977	2,061,977	-	25,592,819	100.0%	8,338	555	6.7%

Data Source:

Audited Internal Financial Statements, Property Tax Warrants and Reports of Tax Lien Executions

Tax liens are placed within 60 days after the end of the fiscal year. Taxpayers have two years to redeem liens prior to property being tax dedeed.

City of Dover, New Hampshire

Assessed and Estimated Full Value of Real Property

Last Ten Fiscal Years

Fiscal Year	Local Assessed Value (1)			Total Assessed Value	Less Exemptions to Assessed Value (1)	Total Taxable Assessed Value (1)	Total Direct Tax Rate per \$1,000 of Assessed Value	Estimated Full Value (2)	Ratio of Total Assessed Value to Total Estimated Full Value
	Residential	Commercial/Industrial	Utilities						
2005	\$ 1,881,960,500	\$ 545,071,520	\$ 33,003,800	\$ 2,460,035,820	\$ 30,528,200	\$ 2,429,507,620	\$ 16.42	\$ 2,599,843,962	94.6%
2004	1,580,353,000	485,398,492	31,250,100	2,097,001,592	19,013,400	2,077,988,192	17.67	2,303,407,162	91.0%
2003	1,359,533,470	471,810,672	31,250,100	1,862,594,242	10,271,000	1,852,323,242	18.89	2,033,558,594	91.6%
2002	1,157,386,700	414,001,060	31,250,100	1,602,637,860	9,969,500	1,592,668,360	20.09	1,789,901,391	89.5%
2001	780,489,650	319,310,200	26,188,800	1,125,988,650	7,145,000	1,118,843,650	25.97	1,529,921,457	73.6%
2000	725,066,300	265,815,100	25,502,700	1,016,384,100	9,362,000	1,007,022,100	25.81	1,324,236,772	76.8%
1999	702,697,000	259,212,300	25,466,800	987,376,100	5,833,300	981,542,800	26.49	1,161,777,709	85.0%
1998	685,793,200	241,339,500	25,466,800	952,599,500	6,555,800	946,043,700	25.80	1,028,621,807	92.6%
1997	673,774,200	234,392,600	25,612,900	933,779,700	5,878,300	927,901,400	26.10	996,357,942	93.7%
1996	676,983,000	225,372,800	17,490,600	919,846,400	5,738,300	914,108,100	25.52	959,034,811	95.9%

Data Sources:

(1) State MS-1 Report of Assessed Values

(2) NH Department of Revenue Administration's annual Equalization Survey

City of Dover, New Hampshire

Principal Taxpayers

Current Year and Nine Years Ago

Taxpayer	Type of Business	2005 Assessed Value	Rank	Percentage of Total Assessed Value	1996 Assessed Value	Rank	Percentage of Total Assessed Value
Liberty Mutual Insurance Co	Insurance	\$ 24,389,600	1	1.00 %	\$ -	-	- ^{na}
Public Service Co of NH	Utility	21,786,800	2	0.90	12,438,800	1	1.36
The New Meadows Inc	Apartments	13,658,800	3	0.56	-	-	-
Goss (Current) Heidelberg (Previously)	Manufacturer	11,814,400	4	0.49	8,772,000	2	0.96
Holgate Limited Partnership	Comm/Res Rentals	11,626,900	6	0.48	-	-	-
Northern Utilities Inc	Gas Utility	10,560,600	5	0.43	5,135,700	7	0.56
Dover Mills Partnership	Developer	9,995,300	7	0.41	8,770,200	3	0.96
Sawyers Mills Assoc Inc	Apartments	9,940,700	9	0.41	4,193,500	8	0.46
NP Dover LLC (Current) Shaw's(Previously)	Supermarket	9,053,300	8	0.37	7,141,800	5	0.78
CA Investment Trust	Apartments	7,431,500	10	0.31	-	-	-
Davidson Rubber	Urethane Products	-	-	-	7,904,000	4	0.86
Hannaford Brothers	Supermarket	-	-	-	5,424,200	6	0.59
Langdon Place of Dover	Retirement Community	-	-	-	3,998,800	9	0.44
McQuade Realty	Developer	-	-	-	3,827,400	10	0.42
Total Principal Taxpayers		\$ 130,257,900		5.36 %	\$ 67,606,400		7.40 ^{na}
Total Net Assessed Taxable Value		<u>\$ 2,429,507,620</u>			<u>\$ 914,108,100</u>		

Data Source:

City of Dover Tax Warrant

City of Dover, New Hampshire

Property Tax Rates per \$ 1,000 of Assessed Value Direct and Overlapping Governments Last Ten Fiscal Years

Fiscal Year	City Direct Rates							Overlapping Rate		Estimated Full Value Rate
	City	Budgetary Use of Fund Balance (1)	Total City (2)	Local School (2)	State School (3)	Total School	Total Direct	County	Total	
2005	\$ 6.91	\$ -	\$ 6.91	\$ 6.71	\$ 2.80	\$ 9.51	\$ 16.42	\$ 1.76	\$ 18.18	\$ 16.93
2004	7.48	(0.05)	7.43	5.87	4.37	10.24	17.67	2.21	19.88	17.85
2003	8.03	(0.13)	7.90	6.08	4.91	10.99	18.89	1.97	20.86	18.90
2002	8.80	(0.67)	8.13	6.31	5.65	11.96	20.09	2.27	22.36	19.75
2001	11.28	(0.94)	10.34	8.41	7.22	15.63	25.97	2.51	28.48	20.25
2000	11.70	(0.25)	11.45	6.32	8.04	14.36	25.81	2.75	28.56	21.04
1999	10.54	(0.34)	10.20	16.29	-	16.29	26.49	2.73	29.22	23.65
1998	10.11	(0.41)	9.70	16.10	-	16.10	25.80	2.85	28.65	26.07
1997	10.39	(0.36)	10.03	16.07	-	16.07	26.10	2.60	28.70	26.40
1996	10.29	(0.95)	9.34	16.18	-	16.18	25.52	2.68	28.20	26.79

Data Source:

NH State Department of Revenue Administration

Notes:

- (1) Reflects the decrease to the City rate as a result of the City Council voting to use a portion of Fund Balance to finance the budget. This is calculated by the City of Dover for informational purposes.
- (2) Debt service is included in the City and Local School rates.
- (3) The NH State Legislature revised Education funding in Fiscal Year 2000, establishing a State Education Property Tax. Although warranted by the state, the taxes are collected by the City and spent for local school purposes. This rate does not apply to utility assessments. Utilities are billed directly by the State of NH.

City of Dover, New Hampshire

Utility Fund Net Budget, Billable Volumes and Rates

Last Ten Fiscal Years

Fiscal Year	Amount to be Raised by Rates (1)		Billable Volume Used for Setting Rates (2)		Rates per HCF (4)		
	Water	Sewer	Water	Sewer (3)	Water	Sewer	Combined
2005	\$ 2,730,920	\$ 3,717,270	1,019,000	927,000	\$ 2.68	\$ 4.01	\$ 6.69
2004	2,422,840	3,605,880	1,018,000	906,000	2.38	3.98	6.36
2003	2,202,550	3,357,000	1,015,000	900,000	2.17	3.73	5.90
2002	2,286,900	3,162,790	990,000	881,000	2.31	3.59	5.90
2001	1,958,400	2,972,160	960,000	864,000	2.04	3.44	5.48
2000	1,940,850	2,704,000	935,000	845,000	2.08	3.20	5.28
1999	1,739,100	2,720,000	930,000	850,000	1.87	3.20	5.07
1998	1,791,720	2,605,800	948,000	860,000	1.89	3.03	4.92
1997	1,743,653	2,571,730	938,000	841,000	1.86	3.06	4.92
1996	1,721,124	2,550,399	925,000	833,000	1.86	3.06	4.92

Data Source:

City of Dover Budget and Budget Resolutions

Notes:

(1) Amount to be raised by rate equals the net budget, i.e., appropriations less other revenue sources.

(2) Billable Volume is the estimated billable water consumption in hundred cubic feet units (HCF).

(3) Sewer charges are based on the amount of water consumed.

(4) One hundred cubic feet (HCF) equals 748 gallons.

City of Dover, New Hampshire

Dover's Share of the Strafford County Tax Apportionment

Last Ten Fiscal Years

(based on percentage of equalized value)

Total Equalized Values			
Tax Year	Dover	Strafford County	Dover's %
2003	\$ 2,307,394,165	\$ 8,651,293,933	26.6710874%
2002	2,036,499,998	7,464,648,336	27.2819282%
2001	1,794,028,135	6,480,835,631	27.6820496%
2000	1,564,564,557	5,607,449,033	27.9015386%
1999	1,357,414,368	4,861,486,637	27.9217957%
1998	1,212,846,560	4,392,004,563	27.6148748%
1997	1,076,042,753	4,035,213,913	26.6663125%
1996	1,041,173,409	3,886,903,418	26.7867065%
1995	1,003,103,656	3,805,742,836	26.3576311%
1994	992,514,455	3,716,975,893	26.7022030%

Apportionment of County Tax Levy				
Fiscal Year	County Tax Levy	Dover's Share	Dover's Share \$ Change	Dover's Share % Change
2005	\$ 16,260,649	\$ 4,336,892	\$ (302,291)	-6.5%
2004	17,004,598	4,639,183	943,938	25.5%
2003	13,348,887	3,695,245	28,626	0.8%
2002	13,141,275	3,666,619	811,511	28.4%
2001	10,225,372	2,855,108	31,056	1.1%
2000	10,226,562	2,824,052	94,652	3.5%
1999	10,235,383	2,729,400	(12,440)	-0.5%
1998	10,235,819	2,741,840	278,063	11.3%
1997	9,347,488	2,463,777	(32,392)	-1.3%
1996	9,348,178	2,496,169	73,467	0

Data Sources:

NH Department of Revenue Administration Equalization Surveys

County Tax Warrants

Adopted Strafford County Budgets

City of Dover, New Hampshire

Ratios of Long Term Debt Outstanding and Legal Debt Limits Last Ten Fiscal Years

	Fiscal Year									
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Debt at June 30										
City Depts	\$ 10,116,514	\$ 12,166,961	\$ 11,470,671	\$ 14,820,966	\$ 13,916,837	\$ 23,673,243	\$ 22,628,086	\$ 25,708,328	\$ 27,332,571	\$ 30,982,814
Hospital	300,000	200,000	100,000	-	-	-	-	-	-	-
School Dept.	2,699,290	2,753,142	2,691,653	2,357,273	19,182,291	19,720,294	17,987,493	20,067,764	20,293,700	20,943,122
Total General Fund	13,115,804	15,120,103	14,262,324	17,178,239	33,099,128	43,393,537	40,615,579	45,776,092	47,626,271	51,925,936
Water Fund	3,014,434	3,012,083	2,763,733	2,894,382	2,337,196	4,858,947	4,307,298	5,985,649	7,665,000	7,788,000
Sewer Fund	17,811,841	16,496,458	15,181,074	14,295,691	13,004,800	14,650,000	13,640,000	15,056,000	14,829,000	14,701,000
Arena Fund	139,084	487,227	444,918	403,915	366,880	3,930,390	4,279,500	4,034,410	3,785,920	3,542,430
DIDA Fund	66,413	44,275	985,413	944,491	823,842	901,144	-	-	-	-
Total Debt at June 30	\$ 34,147,576	\$ 35,160,147	\$ 33,637,462	\$ 35,716,718	\$ 49,731,846	\$ 67,734,018	\$ 62,842,377	\$ 70,852,151	\$ 73,906,191	\$ 77,957,366
Base Value for Debt Limits (1)	\$1,001,623,613	\$1,039,569,350	\$1,072,384,312	\$1,208,262,266	\$1,351,890,603	\$1,558,792,619	\$1,820,063,750	\$2,065,144,579	\$2,336,696,368	\$2,634,930,749
Legal Debt Limits (% of Base Value)										
City - 1.75% thru 1998, 3% 1999 on (2)	\$ 17,528,413	\$ 18,192,464	\$ 18,768,725	\$ 36,247,868	\$ 40,558,718	\$ 46,763,779	\$ 54,601,913	\$ 61,954,337	\$ 70,100,891	\$ 79,047,922
School - 7% (2)	70,113,653	72,769,855	75,096,902	84,578,359	94,832,342	109,115,493	127,404,463	144,560,121	163,568,746	184,445,152
Water - 10% (2)	100,162,361	103,956,935	107,238,431	120,826,227	135,189,060	155,879,262	182,006,375	208,514,458	233,669,637	263,493,075
DBIDA - Industrial Parks (3)	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000
DBIDA - Industrial Buildings (4)	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
										3,103,814
Debt Against Legal Debt Limits										
City Depts. (Includes Arena)	9,255,598	10,166,799	9,600,589	11,808,525	11,127,117	24,706,790	24,265,500	25,855,410	27,052,920	30,306,430
School Dept.	2,083,425	2,753,142	2,691,653	2,357,273	19,182,291	19,720,294	17,987,493	20,067,764	20,293,700	20,943,122
Water Fund	3,014,434	3,012,083	2,763,733	2,894,382	2,337,196	4,858,947	4,307,298	5,985,649	7,665,000	7,788,000
DBIDA - Industrial Parks	1,066,413	2,531,665	2,337,138	2,145,000	1,970,000	1,785,000	1,625,000	1,455,000	1,285,000	1,115,000
DBIDA - Industrial Buildings	-	-	963,275	944,491	923,842	901,144	-	-	-	-
Exempt from Legal Debt Limits (5)	18,727,706	16,696,457	15,281,074	15,567,047	14,191,400	15,751,843	14,657,086	17,488,328	17,609,571	17,804,814
Total Debt at June 30	\$ 34,147,576	\$ 35,160,147	\$ 33,637,462	\$ 35,716,718	\$ 49,731,846	\$ 67,734,018	\$ 62,842,377	\$ 70,852,151	\$ 73,906,191	\$ 77,957,366
Unused Capacity of Legal Debt Limits										
City Depts.	\$ 8,272,815	\$ 8,025,665	\$ 9,166,136	\$ 24,439,343	\$ 29,429,601	\$ 22,056,989	\$ 30,336,413	\$ 36,098,927	\$ 43,047,971	\$ 48,741,492
School Dept.	68,030,228	70,016,712	72,375,248	82,221,086	75,450,051	89,395,189	109,416,969	124,492,357	143,275,046	163,502,030
Water Fund	97,147,927	100,944,852	104,474,699	117,931,845	132,851,864	151,020,315	177,699,077	200,528,809	226,004,637	255,705,075
DBIDA - Industrial Parks	2,933,587	1,468,335	1,662,863	1,855,000	2,030,000	2,205,000	2,375,000	2,545,000	2,715,000	2,885,000
DBIDA - Industrial Buildings	1,000,000	1,000,000	36,725	55,509	76,158	98,856	1,000,000	1,000,000	1,000,000	1,000,000
% of Legal Debt Limits Used										
City Depts.	52.8%	55.9%	51.2%	32.6%	27.4%	52.8%	44.4%	41.7%	38.6%	38.3%
School Dept.	3.0%	3.8%	3.8%	2.8%	20.3%	18.1%	14.1%	13.9%	12.4%	11.4%
Water Fund	3.0%	2.9%	2.6%	2.4%	1.7%	3.1%	2.4%	2.9%	3.3%	3.0%
DBIDA - Industrial Parks	26.7%	63.3%	58.4%	53.6%	49.3%	44.9%	40.0%	36.4%	32.1%	27.9%
DBIDA - Industrial Buildings	0.0%	0.0%	96.3%	94.4%	92.4%	90.1%	0.0%	0.0%	0.0%	0.0%

Data Source
Audited Financial Statements

- Notes:
 (1) Base Value for Debt Limits computed by the NH Department of Revenue Administration
 (2) Legal debt limit percentage rates set by NH State statute
 (3) Dover Business & Industrial Development Authority - Industrial Parks. Limit set by special legislation. New statute adopted by City Council February 9, 2005 effective for new debt authorizations.
 (4) Dover Business & Industrial Development Authority - Industrial Park Buildings. Limit set by special legislation. New statute adopted by City Council February 9, 2005 effective for new debt authorizations
 (5) Debt exempt from Debt limits consists of Hospital and Sewer debt and debt for hazardous waste remediation included in City Depts.

City of Dover, New Hampshire

Ratios of Outstanding Debt by Debt Type

Last Ten Fiscal Years

Fiscal Year	Governmental Activities - General Obligation Debt							% of Net Debt to Assessed Value	Tax Supported Debt per capita
	City Depts.	Hospital	School Dept.	Total	Less Hospital Reimbursement	Less State School Aid	Tax Supported Debt		
2005	\$ 30,982,814	\$ -	\$ 20,943,122	\$ 51,925,936	\$ -	\$ 4,240,639	\$ 47,685,297	2.0%	\$ 1,652
2004	27,332,571	-	20,293,700	47,626,271	-	4,682,229	42,944,042	2.1%	1,497
2003	25,708,328	-	20,067,764	45,776,092	-	5,120,525	40,655,567	2.2%	1,435
2002	22,628,086	-	17,987,493	40,615,579	-	4,027,482	36,588,097	2.3%	1,312
2001	23,673,243	-	19,720,294	43,393,537	-	4,401,080	38,992,457	3.5%	1,421
2000	13,916,837	-	19,182,291	33,099,128	-	4,793,257	28,305,871	2.8%	1,053
1999	14,820,966	-	2,357,273	17,178,239	-	83,408	17,094,831	1.7%	640
1998	11,470,671	100,000	2,691,653	14,262,324	100,000	97,365	14,064,959	1.5%	530
1997	12,166,961	200,000	2,753,142	15,120,103	200,000	111,323	14,808,780	1.6%	562
1996	10,116,514	300,000	2,699,290	13,115,804	300,000	126,046	12,689,758	1.4%	485

Fiscal Year	Business-Type Activities - General Obligation Debt					Less State Sewer Aid	Net Debt	Net debt per capita (1)	% of Personal Income (2)
	Water Fund	Sewer Fund	Arena Fund	DBIDA Fund	Total				
2005	\$ 7,788,000	\$ 14,701,000	\$ 3,542,430	\$ -	\$ 26,031,430	\$ 5,800,276	\$ 20,231,154	\$ 701	2.5%
2004	7,665,000	14,829,000	3,785,920	-	26,279,920	6,629,874	19,650,046	685	2.6%
2003	5,985,649	15,056,000	4,034,410	-	25,076,059	7,459,482	17,616,577	681	2.6%
2002	4,307,298	13,640,000	4,279,500	-	22,226,798	8,289,085	13,937,713	556	2.2%
2001	4,858,947	14,650,000	3,930,390	901,144	24,340,481	9,118,688	15,221,793	627	2.6%
2000	2,337,196	13,004,800	366,880	923,842	16,632,718	9,948,296	6,684,422	285	1.2%
1999	2,894,382	14,295,691	403,915	944,491	18,538,479	10,777,894	7,760,585	343	1.5%
1998	2,763,733	15,181,074	444,918	985,413	19,375,138	11,637,588	7,737,550	354	1.6%
1997	3,012,083	16,496,458	487,227	44,275	20,040,044	12,398,393	7,641,651	363	1.7%
1996	3,014,434	17,811,841	139,084	66,413	21,031,772	13,647,969	7,383,803	365	1.8%

Fiscal Year	Total Primary Government	Less State and Hospital	Net Debt	% of Net Debt to Assessed Value	Net Debt per capita (1)	% of Personal Income (2)
2005	\$ 77,957,366	\$ 10,040,915	\$ 67,916,451	2.8%	\$ 2,352	8.6%
2004	73,906,191	11,312,103	62,594,088	3.0%	2,182	8.2%
2003	70,852,151	12,580,007	58,272,144	3.1%	2,057	7.9%
2002	62,842,377	12,316,567	50,525,810	3.2%	1,812	7.2%
2001	67,734,018	13,519,768	54,214,251	4.8%	1,976	8.1%
2000	49,731,846	14,741,553	34,990,293	3.5%	1,302	5.5%
1999	35,716,718	10,861,302	24,855,416	2.5%	931	4.1%
1998	33,637,462	11,834,953	21,802,509	2.3%	822	3.8%
1997	35,160,147	12,709,716	22,450,431	2.4%	853	4.1%
1996	34,147,576	14,074,015	20,073,561	2.2%	768	3.8%

Data Source:
Audited Financial Statements

Notes:

- (1) Per capita ratios based on trended 2004 NH Office of State Planning population estimates
- (2) Personal Income ratios based on trended 2000 US Census amounts.

City of Dover, New Hampshire

Computation of Overlapping Debt Strafford County Long Term Debt Last Ten Calendar Years

End of Calendar Year	Net General Obligation Debt Outstanding (1)	Percentage Applicable to Government (2)	Amount Applicable to Government
2004	\$ 26,361,597	26.5673221%	\$ 7,003,570
2003	23,565,225	26.6710874%	6,285,102
2002	21,834,311	27.2819282%	5,956,821
2001	1,882,838	27.6820496%	521,208
2000	2,082,838	27.9015386%	581,144
1999	815,000	27.9217957%	227,563
1998	960,000	27.6148748%	265,103
1997	1,175,000	26.6663125%	313,329
1996	1,520,000	26.7867065%	407,158
1995	1,865,000	26.3576311%	491,570

Data Sources:

- (1) Strafford County Audited Financial Statements at calendar year end
- (2) NH Department of Revenue Administration

City of Dover, New Hampshire

Demographic Statistics

Last Ten Fiscal Years

Fiscal Year	Population (1)	Median Family Income (2)	Per Capita Income (2)	City (3)		Unemployment Rates (3)		
				Unemployed	Labor Force	City	State of NH	US
2005	28,872	\$ 66,435	\$ 27,484	504	16,442	3.1%	3.8%	5.5%
2004	28,688	64,558	26,679	564	16,310	3.5%	4.3%	6.0%
2003	28,329	62,681	25,874	564	15,987	3.5%	4.7%	5.8%
2002	27,878	60,804	25,069	370	15,727	2.4%	3.5%	4.7%
2001	27,437	58,927	24,264	320	15,557	2.1%	2.8%	4.0%
2000	26,884	57,050	23,459	310	14,665	2.1%	2.7%	4.2%
1999	26,698	55,174	22,658	337	14,540	2.3%	2.9%	4.5%
1998	26,514	53,297	21,853	377	14,683	2.6%	3.1%	4.9%
1997	26,330	51,420	21,048	507	14,294	3.5%	4.1%	5.4%
1996	26,146	49,543	20,243	521	14,682	3.5%	4.0%	5.6%

Data Sources:

- (1) Trended 2004 NH Office of State Planning population estimates
- (2) Trended amounts based on 1990 and 2000 US Census information.
- (3) US Bureau of Labor Statistic - calendar year annual averages not seasonally adjusted.
Reflects calendar year ending during fiscal year.

City of Dover, New Hampshire

Principal Employers

Current Year and Nine Years Ago

Employer	Type of Business	2005			1996		
		Number of Employees	Rank	Percentage of Total City Employment	Number of Employees	Rank	Percentage of Total City Employment
Wentworth Douglas Hospital	Hospital	1,450	1	8.82 %	840	2	5.72 %
Liberty Mutual Insurance Co	Insurance	1,270	2	7.72	1,000	1	6.81
City of Dover	Municipality	1,044	3	6.35	633	4	4.31
Goss (previously Heidelberg Harris)	Manufacturer - Presses	315	4	1.92	600	5	4.09
Fosters Daily Democrat	Newspaper	300	5	1.82	Unknown		-
Measured Progress	Scholastic testing	300	6	1.82	New since 1996		-
EAD Motors	Electric motors & fans	150	7	0.91	Unknown		-
ATT	National Passport center	150	8	0.91	New since 1996		-
Park Nameplate	Nameplates for auto/cosmetics	130	9	0.79	New since 1996		-
Churchill Medical Systems	Manufacturer - medical kits	115	10	0.70	Unknown		-
Davidson Rubber	Urethane Products	Closed 1997			800	3	5.45
Moore Business Forms	Form handling equipment	Closed 2003			220	6	1.50
Total Principal Employers		5,224		31.77 %	4,093		27.88 %
Total City Employment (1)		16,442			14,682		

Data Source:

Final Official Statements for City of Dover bond issues and information provided by City's Business Assistance Office.

Notes

(1) US Bureau of Labor Statistics calendar year annual average ending during fiscal year.

City of Dover, New Hampshire

Operating Indicators by Function

Last Ten Fiscal Years

Function	Fiscal Year									
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Finance										
Taxable property parcels assessed	8,338	8,445	8,497	8,502	8,498	8,673	8,735	8,888	9,009	9,103
Property transfers processed	810	1,209	1,350	1,116	1,003	1,012	1,038	1,146	1,194	1,170
Motor vehicles registered	25,462	27,093	26,796	26,892	27,827	28,536	29,190	29,990	30,622	30,775
Planning - Inspection Division										
Building Inspections	470	476	477	556	625	626	646	629	772	719
Estimated construction value in millions	\$ 15.12	\$ 33.23	\$ 31.39	\$ 40.88	\$ 35.80	\$ 49.28	\$ 51.25	\$ 42.87	\$ 55.95	\$ 45.88
Police (1)										
Physical arrests	1,045	1,178	1,276	1,048	1,189	1,263	1,559	1,585	1,252	1,245
Traffic violations	2,710	2,484	2,178	1,688	1,734	1,855	2,210	1,603	1,466	1,313
Parking violations	13,087	11,634	13,864	13,483	12,213	10,761	10,063	7,983	8,472	8,374
Fire and Rescue										
Calls answered	3,582	3,980	4,032	4,573	4,929	4,881	5,078	5,077	4,794	5,147
Emergency Responses	2,189	2,158	2,114	2,651	2,455	2,702	2,728	2,797	3,038	3,197
Fires extinguished	130	107	106	120	125	120	135	135	104	72
Number of inspections conducted	517	509	527	590	525	553	589	640	637	623
Emergency medical responses	1,577	1,522	1,633	1,701	1,764	1,875	1,896	1,949	2,144	2,224
Community services - Public Works										
Refuse collected (tons)	4,100	4,100	4,200	4,400	4,500	4,625	4,750	4,880	5,000	4,996
Recycling (tons)	2,100	2,300	2,350	2,475	2,600	2,750	2,820	2,875	2,060	2,823
Streets resurfaced (miles)	3.0	4.0	4.0	4.0	5.5	5.5	5.5	5.5	6.0	4.5
Potholes repaired	~600	~600	~600	~600	~600	~600	~600	~600	~600	~600
Public Library										
Volumes in collections	93,866	88,278	88,938	89,018	95,347	96,243	94,274	99,992	101,114	99,321
Total volumes borrowed	257,042	273,922	267,785	252,940	242,061	247,757	265,225	267,448	274,052	270,692
Human Services - General Assistance										
Number of contacts	NA	NA	NA	NA	1,960	1,949	2,366	2,421	3,328	3,935
Applicants	NA	NA	NA	NA	435	386	456	580	610	650
Assisted cases	NA	NA	NA	NA	273	277	386	453	479	487
Water system:										
Water main breaks	NA	NA	NA	NA	NA	NA	NA	NA	NA	4.0
Daily average consumption (millions of gallons)	2.2	2.3	2.2	2.3	2.1	2.2	2.2	2.2	2.2	2.3
Peak daily consumption (millions of gallons)	3.4	3.6	3.7	3.9	3.2	3.5	3.9	3.4	3.2	3.4
Sewage System:										
Daily average treatment (millions of gallons)	2.7	2.7	2.7	2.7	2.7	2.7	2.7	2.7	2.7	2.6

Data Source:

Various city departments

Notes

(1) Calendar year ending during the fiscal year

City of Dover, New Hampshire

Capital Asset Statistics by Function Last Ten Fiscal Years

Function	Fiscal Year									
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Police										
Number of stations	2	2	2	2	2	2	2	2	2	2
Number of patrol units	10	10	10	10	10	10	10	10	10	10
Fire and Rescue										
Number of stations	2	2	2	2	2	2	2	2	2	2
Number of ladder trucks	2	2	2	2	2	2	2	2	2	2
Number of pumpers	4	4	4	4	4	4	4	4	4	4
Number of support vehicles	7	7	7	7	7	7	6	5	5	5
Number of ambulances	3	3	3	3	3	3	3	3	3	3
Community Services - Public Works										
Miles of streets	125	127	128	129	129	129	130	131	131	131
Miles of storm drains	55	55	55	55	56	56	56	57	57	64
Number of street lights	1,685	1,700	1,725	1,750	1,775	1,800	1,825	1,831	1,836	1,770
Number of bridges	10	10	10	10	11	11	11	11	11	11
Community Services - Culture and Recreation:										
Community centers	1	1	1	1	1	2	2	2	2	2
Number of parks	15	15	15	15	15	15	15	16	17	18
Park acreage	210	210	210	210	210	210	210	236	250	274
Playgrounds	9	9	9	9	9	9	9	10	11	11
Baseball/softball fields	6	6	6	6	6	6	7	8	10	10
Football/soccer fields	4	4	4	4	4	4	4	5	7	7
Swimming pools	2	2	2	2	2	2	2	2	2	2
Tennis courts	9	9	9	9	9	9	9	9	9	9
Indoor gyms	1	1	1	1	1	2	2	2	2	2
Indoor ice skating sheets	1	1	1	1	1	2	2	2	2	2
Water system:										
Miles of water mains	127	128	128	128	130	132	133	133	134	148
Number of service connections	6,902	7,002	7,100	7,220	7,350	7,450	7,500	7,656	7,900	7,993
Storage capacity in gallons	5	5	5	5	5	5	5	5	5	5
Maximum daily capacity of plant (millions of gallons)	3.4	3.4	3.4	3.4	3.4	3.4	3.4	3.4	3.4	3.4
Number of fire hydrants	NA	NA	NA	NA	NA	NA	NA	960	960	967
Sewage System:										
Miles of sanitary sewers	85	85	85	85	85	86	112	112	112	117
Number of treatment plants	1	1	1	1	1	1	1	1	1	1
Number of service connections	5,600	5,722	5,800	6,001	6,100	6,260	6,387	6,488	6,700	7,154
Maximum daily capacity of treatment (millions of gallons)	4.7	4.7	4.7	4.7	4.7	4.7	4.7	4.7	4.7	4.7

Data Source:

Various city departments

City of Dover, New Hampshire

City Government Employees by Function - Full Time Equivalents

Last Ten Fiscal Years

Function	Fiscal Year									
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
General Government										
Executive	10.2	10.2	9.8	10.1	10.9	12.2	11.8	12.7	11.4	13.5
Finance	13.5	12.6	12.7	13.3	14.5	15.5	15.7	15.7	16.0	16.0
Planning	8.0	8.0	8.0	8.4	8.6	8.9	8.9	9.5	10.0	10.0
Total General Government	31.6	30.8	30.5	31.8	34.1	36.6	36.4	37.8	37.4	39.5
Public Safety										
Police - Sworn Officers	44.3	44.3	43.3	43.3	48.4	51.5	53.6	54.6	54.6	54.6
Police - Non-sworn employees	23.2	21.6	21.8	21.8	21.8	22.8	23.5	24.0	24.0	24.5
Total Police Department	67.5	65.9	65.0	65.0	70.2	74.3	77.1	78.7	78.7	79.1
Fire and Rescue	47.0	47.0	47.0	47.5	47.5	48.6	48.9	48.9	50.3	50.3
Total Public Safety	114.5	112.9	112.0	112.5	117.7	122.9	126.0	127.6	128.9	129.5
Public Works										
General Fund functions (1)	37.4	37.4	38.4	40.7	40.6	43.3	44.5	44.6	43.5	43.4
Water	11.3	11.3	11.4	11.5	13.5	12.5	13.5	13.5	13.5	13.5
Sewer (2)	7.0	7.3	8.4	8.5	17.0	17.0	16.0	16.0	16.0	16.0
Fleet maintenance	3.0	4.0	4.5	5.5	5.5	5.9	5.9	5.9	5.9	6.0
Total Public Works	58.6	59.9	62.6	66.2	76.6	78.7	79.9	80.0	78.9	78.9
Culture and Recreation										
Recreation (1)	25.4	26.0	27.7	28.4	29.7	35.8	36.7	36.5	33.8	34.4
Public Library	14.8	14.8	13.8	13.9	14.9	15.1	15.4	15.7	15.6	15.5
Total Culture and Recreation	40.2	40.8	41.5	42.2	44.6	51.0	52.1	52.1	49.3	49.9
Human Services										
Welfare	4.4	4.4	4.4	4.4	4.5	4.5	5.4	5.4	5.4	5.3
Total Human Services	4.4	4.4	4.4	4.4	4.5	4.5	5.4	5.4	5.4	5.3
Total All Functions	249.3	248.8	251.0	257.2	277.5	293.7	299.7	302.9	299.9	303.0
Percent of Total										
General Government	12.7%	12.4%	12.1%	12.4%	12.3%	12.5%	12.2%	12.5%	12.5%	13.0%
Public Safety	45.9%	45.4%	44.6%	43.8%	42.4%	41.8%	42.0%	42.1%	43.0%	42.7%
Public Works	23.5%	24.1%	25.0%	25.7%	27.6%	26.8%	26.6%	26.4%	26.3%	26.0%
Culture and Recreation	16.1%	16.4%	16.5%	16.4%	16.1%	17.4%	17.4%	17.2%	16.5%	16.5%
Human Services	1.8%	1.8%	1.7%	1.7%	1.6%	1.5%	1.8%	1.8%	1.8%	1.7%
Total	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

Data Source:

Budgeted Positions per City of Dover Budget. Full time equivalent based on 40 hours per week.

Notes

(1) A reorganization of personnel occurred in 1996 concentrating maintenance workers to Public Works.

(2) The operations of the Wastewater Treatment Plant were taken over from a private firm in 2000 after a 5 year contract.

City of Dover, New Hampshire

School Building Information

Last Ten Fiscal Years

	Fiscal Year									
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Garrison Elementary										
Square feet	47,178	47,178	47,178	49,678	49,678	49,678	49,678	49,678	49,678	55,178
Teachers	27.0	25.0	31.5	34.5	35.5	30.6	31.0	30.0	31.3	24.9
Capacity	562.5	562.5	562.5	612.5	612.5	612.5	612.5	612.5	612.5	672.5
Enrollment	489.0	490.0	511.0	611.0	624.0	496.0	496.0	440.0	428.0	400.0
Horne Street Elementary										
Square feet	37,414	37,414	37,414	39,914	39,914	39,914	48,236	48,236	48,236	48,236
Teachers	25.1	24.0	25.0	24.5	25.5	20.6	22.8	25.3	23.8	26.4
Capacity	517.5	517.5	517.5	567.5	567.5	567.5	612.5	612.5	612.5	612.5
Enrollment	376.0	364.0	381.0	431.0	440.0	348.0	334.0	391.0	435.0	447.0
Woodman Park Elementary										
Square feet	70,608	70,608	70,608	73,108	73,108	73,108	73,108	73,108	73,108	73,108
Teachers	31.5	30.5	31.5	32.5	33.5	29.5	26.0	33.0	27.5	29.8
Capacity	427.5	427.5	427.5	477.5	477.5	477.5	477.5	477.5	477.5	477.5
Enrollment	497.0	480.0	450.0	528.0	528.0	433.0	446.0	462.0	479.0	460.0
Totals All Elementary Schools										
Square feet	155,200	155,200	155,200	162,700	162,700	162,700	171,022	171,022	171,022	176,522
Teachers	83.6	79.5	88.0	91.5	94.5	80.7	79.8	88.3	82.6	81.1
Capacity	1,507.5	1,507.5	1,507.5	1,657.5	1,657.5	1,657.5	1,702.5	1,702.5	1,702.5	1,762.5
Enrollment	1,362.0	1,334.0	1,342.0	1,570.0	1,592.0	1,277.0	1,276.0	1,293.0	1,342.0	1,307.0
Dover Middle School (1)										
Square feet	101,000	101,000	101,000	101,000	164,000	164,000	164,000	175,020	175,020	175,020
Teachers	45.0	45.0	54.0	54.5	47.0	66.0	67.0	69.2	73.5	67.7
Capacity (2)	NA	NA	NA	NA	1,220.0	1,220.0	1,220.0	1,380.0	1,380.0	1,380.0
Enrollment	785.0	781.0	794.0	777.0	778.0	1,034.0	1,086.0	1,137.0	1,142.0	1,098.0
Dover High School										
Square feet	215,975	215,975	215,975	215,975	215,975	215,975	215,975	226,735	226,735	226,735
Teachers	81.3	80.8	87.7	85.8	85.8	96.7	102.6	106.8	107.4	110.6
Capacity	1,600.0	1,600.0	1,600.0	1,600.0	1,600.0	1,600.0	1,600.0	1,760.0	1,760.0	1,760.0
Enrollment	1,386.0	1,444.0	1,525.0	1,550.0	1,587.0	1,682.0	1,670.0	1,682.0	1,742.0	1,658.0
Totals All Schools										
Square feet	472,175	472,175	472,175	479,675	542,675	542,675	550,997	572,777	572,777	754,799
Teachers	209.9	205.3	229.7	231.8	227.3	243.4	249.4	264.3	263.5	259.4
Capacity (2)	3,107.5	3,107.5	3,107.5	3,257.5	4,477.5	4,477.5	4,522.5	4,842.5	4,842.5	4,902.5
Enrollment	3,533.0	3,559.0	3,661.0	3,897.0	3,957.0	3,993.0	4,032.0	4,112.0	4,226.0	4,063.0
Food Service - All Schools										
Number Meals Served	NA	NA	NA	NA	313,463	310,365	336,015	341,679	352,406	351,783
Avg Daily Participation	NA	NA	NA	NA	1,741	1,724	1,867	1,898	1,958	1,954

Data Source:

School Department - as of official NH Department of Education reporting date: Oct 1st

Notes

(1) In 2001 a new Middle School replaced the Junior High School/Middle School. Grades changed from 6th through 8th to 5th through 8th.

(2) Capacity of old Middle School is not known.

City of Dover, New Hampshire

School Department Operating Statistics

Last Ten Fiscal Years

Fiscal Year	Operating Budget (1)	Debt Service (1)	Total Budget	Enrollment (2)	Cost per Pupil	Percentage Change	Teaching Staff	Pupil/Teacher Ratio	Attendance Percentage
2005	\$ 32,065,504	\$ 2,448,119	\$ 34,513,623	4,063	\$ 8,495	8.0%	259.4	15.7	95.2%
2004	30,922,459	2,316,331	33,238,790	4,226	7,865	1.3%	263.0	16.1	94.8%
2003	29,751,613	2,178,843	31,930,456	4,112	7,765	5.0%	264.3	15.6	95.0%
2002	27,670,695	2,148,055	29,818,750	4,032	7,396	11.0%	249.4	16.2	NA
2001	24,653,632	1,941,623	26,595,255	3,993	6,660	15.5%	243.4	16.4	NA
2000	21,939,513	887,297	22,826,810	3,957	5,769	9.4%	227.3	17.4	NA
1999	19,926,440	626,272	20,552,712	3,897	5,274	0.2%	231.8	16.8	NA
1998	18,797,217	473,707	19,270,924	3,661	5,264	0.6%	229.7	15.9	NA
1997	18,247,217	377,002	18,624,219	3,559	5,233	1.2%	205.3	17.3	NA
1996	17,815,217	457,677	18,272,894	3,533	5,172	1.7%	209.9	16.8	NA

Data Source:

Budget information from City Adopted Budget and non-financial information provided by the School Department.

Notes:

- (1) Budget is for the General Fund only and excludes grant funds and cafeteria.
- (2) Enrollment is based on start of year census.

City of Dover, New Hampshire

School Educational and Service Information Last Ten Fiscal Years

	Fiscal Year									
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Dover High School										
Senior Enrollment (1)	254	249	269	294	298	329	314	344	357	355
Status of Seniors (2)										
Graduated	232	234	235	245	258	292	287	333	352	336
Enrolled in four-year college	91	108	109	115	120	123	121	160	143	141
Enrolled in two-year college	39	34	40	35	53	49	54	57	68	74
Enlisted in Armed Forces	16	9	7	7	7	10	12	11	16	10
Post-secondary, workforce or other	86	83	79	88	78	110	100	105	125	104
SAT Mean Scores										
Verbal	NA	NA	517	NA	524	497	508	519	515	518
Math	NA	NA	527	NA	513	499	510	518	511	516
% of Seniors taking test	NA	NA	71%	NA	70%	63%	62%	65%	65%	65%

Data Source:

School Department - as of official NH Department of Education reporting date: Oct 1st

NOTES:

(1) As of Official DOE Reporting Date: Oct 1st. Enrollment includes tuition students.

(2) As of end of fiscal year.

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